

**FY 2000-01  
APPROPRIATIONS REPORT  
Year-End Appropriations**



**Gary S. Olson, Director  
SENATE FISCAL AGENCY  
LANSING, MICHIGAN  
April 2002**

## THE SENATE FISCAL AGENCY

The Senate Fiscal Agency is governed by a board of five members, including the majority and minority leaders of the Senate, the Chairperson of the Appropriations Committee of the Senate, and two other members of the Appropriations Committee of the Senate appointed by the Chairperson of the Appropriations Committee with the concurrence of the Majority Leader of the Senate, one from the minority party.

The purpose of the Agency, as defined by statute, is to be of service to the Senate Appropriations Committee and other members of the Senate. In accordance with this charge the Agency strives to achieve the following objectives:

1. To provide technical, analytical, and preparatory support for all appropriations bills.
2. To provide written analyses of all Senate bills, House bills and Administrative Rules considered by the Senate.
3. To review and evaluate proposed and existing State programs and services.
4. To provide economic and revenue analysis and forecasting.
5. To review and evaluate the impact of Federal budget decisions on the State.
6. To review and evaluate State issuance of long-term and short-term debt.
7. To review and evaluate the State's compliance with constitutional and statutory fiscal requirements.
8. To prepare special reports on fiscal issues as they arise and at the request of members of the Senate.

The Agency is located on the 8th floor of the Victor Office Center. The Agency is an equal opportunity employer.



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# OVERVIEW

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## FINAL FY 2000-01 APPROPRIATIONS REPORT

At the close of fiscal year (FY) 2000-01, the Michigan Legislature had approved and Governor John Engler had signed into law FY 2000-01 Adjusted Gross appropriations that totaled \$37.0 billion. This represents an increase of \$836.6 million over the level of FY 2000-01 initial appropriations enacted before the beginning of the fiscal year. This report provides a summary of the changes in FY 2000-01 appropriations that occurred between the enactment of the initial set of appropriation bills and the final level of appropriations for the fiscal year. A detailed summary of the initial FY 2000-01 appropriation bills is contained in the Senate Fiscal Agency's FY 2000-01 Appropriations Report which was published in August 2000.

The changes made to the initial set of FY 2000-01 appropriations include the enactment of seven separate supplemental appropriation bills, an adjustment related to Executive Order 2001-9, and a series of contingency transfers approved by both the Senate and the House Appropriations Committees. The following information provides a brief summary of these appropriation adjustments. This Senate Fiscal Agency report discusses these adjustments in detail as they affect each separate appropriation bill. Finally, the report provides a summary of the final year-end balances in both the FY 2000-01 General Fund/General Purpose (GF/GP) and the School Aid Fund budgets.

Table 1 provides a summary of the final level of FY 2000-01 Adjusted Gross appropriations. The initial set of FY 2000-01 Adjusted Gross appropriations totaled \$36.2 billion, supplemental appropriations totaled \$530.0 million, contingency transfers totaled \$306.8 million, and the impact of Executive Order 2001-9 was a \$200,000 appropriation reduction. Table 2 provides a summary of the total \$530.0 million of Adjusted Gross appropriations enacted by the seven supplemental appropriations bills. Table 3 provides a summary of the final level of FY 2000-01 State Spending from State Resources appropriations. The initial set of FY 2000-01 State Spending from State Resources appropriations totaled \$25.3 billion, supplemental appropriations totaled \$515.4 million, contingency transfers totaled \$29.7 million, and the impact of Executive Order 2001-9 was a \$200,000 appropriation reduction. Table 4 provides a summary of the total \$515.4 million of State Spending from State Resources appropriations enacted by the seven supplemental appropriations bills. Table 5 provides a summary of the final level of FY 2000-01 GF/GP appropriations. The initial set of FY 2000-01 GF/GP appropriations totaled \$9.8 billion, supplemental appropriations totaled a \$30.7 million reduction, and the impact of Executive Order 2001-9 was a \$200,000 appropriation reduction. Table 6 provides a summary of the total \$30.7 million reduction of GF/GP appropriations enacted by the seven supplemental appropriations bills.

## FY 2000-01 SUPPLEMENTAL APPROPRIATION BILLS

During FY 2000-01 the Legislature approved and Governor John Engler signed into law seven supplemental appropriation bills. The following information provides a brief summary of each of these seven supplemental appropriation bills.

**Public Act 297 of 2000:** Provided for a \$333.0 million Adjusted Gross appropriation increase to School Aid. This bill also reduced the GF/GP grant to the School Aid Fund by \$35.0 million. The primary purpose of this bill was to adjust the manner in which foundation allowance and special education payments are made to ensure they conform with court settlements. The bill also included funding for adult education, summer school programs, early childhood programs, and Michigan virtual high school.

**Public Act 381 of 2000:** Provided for \$1.0 million of GF/GP appropriations to the Department of State Police to implement the concealed weapons laws.

**Public Act 506 of 2000:** Provided for \$149.0 million of Adjusted Gross appropriations for several State departments. The bill included funding for Natural Resources Trust Fund projects, funding for State and local recreation grants funded by Clean Michigan Initiative bond proceeds, environmental cleanup projects funded by Clean Michigan Initiative bond proceeds, and a variety of other items in various State departments.

**Public Act 45 of 2001:** Provided for \$11.1 million of Adjusted Gross appropriations for Capital Outlay projects. The bill provided for \$11.1 million of spending on airport improvement projects across the State and included the final construction authorization for seven capital outlay construction projects at universities, community colleges, and State agencies.

**Public Act 81 of 2001:** Provided for \$58.3 million of Adjusted Gross appropriations. The bill included positive appropriations for Natural Resources Trust Fund projects, the payment of a \$36.5 million penalty to the Federal government for the State's failure to comply with Federal child support enforcement standards, environmental cleanup projects funded by Clean Michigan Initiative bond proceeds, disaster assistance funding for the Department of State Police, funding for the implementation of the concealed weapons law, and transportation funding for the expansion of the Soo Locks and for local bus operating expenses. The bill included negative appropriations designed to help balance a projected deficit in the GF/GP budget. These appropriation reductions included \$24.4 million of GF/GP reductions across all State departments, a \$22.3 million GF/GP reduction in State Building Authority debt service payments to reflect actual costs, and a \$30.0 million GF/GP reduction in the day care caseload. The bill also contained the authorization to shift the funding of three previously authorized capital outlay construction projects from cash financing to State Building Authority bonds. This change had the effect of providing \$211.1 million of one-time GF/GP revenue to help balance the budget.

**Public Act 120 of 2001:** Provided for \$17.6 million of Adjusted Gross appropriations. The appropriations included \$5.0 million to help subsidize an ethanol production plant in Michigan and \$3.0 million to support the Wayne State University's effort to land a national perinatal research contract.

**Public Act 121 of 2001:** Provided for a \$40.1 million reduction in the previously enacted level of appropriations for the State School Aid Fund. This bill included several adjustments reflecting new estimates of pupils and taxable property values and reductions in programs such as the infrastructure grants, professional development, school readiness programs, small class size reduction programs, counseling services, and career preparation services. These reductions were necessary to ensure a balance between estimated School Aid Fund revenues and expenditures.

## **CONTINGENCY FUND TRANSFER APPROPRIATIONS**

The House and Senate Appropriations Committees approved \$306.0 million of Adjusted Gross contingency fund transfer appropriations throughout the fiscal year. Contingency fund transfer appropriations are the appropriation of unanticipated Federal, State restricted, or private and local funds that the State realizes after the initial appropriation bills are enacted. The process for these appropriations begins with boilerplate language in each departmental appropriation bill that allows for the receipt of Federal, State restricted, and local and private funds above the amounts specified in the line item appropriations in each department. When unanticipated funds arrive in the State they are deposited into these contingency funds and then transferred into the proper existing appropriation line item by the use of the legislative transfer process. This process requires that the House and Senate Appropriations Committees approve the transfers in an identical form before they take effect. The department with the largest level of contingency transfer appropriations approved in FY 2000-01 was the Family Independence Agency. This department had \$164.8 million of contingency fund transfer appropriations. These appropriations all dealt with the appropriation of unanticipated Federal funds.

## **EXECUTIVE ORDER REDUCTION**

Executive Order 2001-9, approved by the Legislature in November 2001, affected one FY 2000-01 appropriation. The Executive Order reduced by \$200,000 the \$5.0 million appropriation in the Department of Agriculture to assist in the development of an ethanol production plant in Michigan.

## **FINAL YEAR-END BALANCE ESTIMATES**

Table 7 provides a summary of the final status of the FY 2000-01 GF/GP budget after the final accounting of revenues and expenditures was completed. The GF/GP budget closed the year with a \$28.1 million year-end balance. Pursuant to statutory requirements this balance was carried forward into FY 2001-02 and is available to support GF/GP appropriations. In order to achieve a balance between FY 2000-01 GF/GP revenues and expenditures, a total of \$270.0 million was transferred from the Budget Stabilization Fund to the General Fund and \$211.2 million of capital construction projects that were previously to be financed by GF/GP cash payments were shifted to bond funding from State Building Authority bonds.

Table 8 provides a summary of the final status of the FY 2000-01 School Aid Fund budget. The School Aid Fund closed the fiscal year with a \$694.8 million balance. This large year-end balance was assumed in the development and enactment of the School Aid appropriations for FY 2001-02 and FY 2002-03, as the balance carried forward and was available to support future School Aid Fund expenditures.

An index of FY 2000-01 appropriation acts by budget area is provided beginning on page 12.

Table 1

FY 2000-01 FINAL APPROPRIATIONS: ADJUSTED GROSS					
Department/Budget Area	FY 2000-01 Initial Appropriations	FY 2000-01 Total Supplemental Appropriations	FY 2000-01 Executive Order 2001-9	Contingency Fund Transfers Summary	Final FY 2000-01 Appropriations
Agriculture	\$ 88,235,700	\$ 14,701,500	\$ (200,000)	\$ 4,476,400	\$ 107,213,600
Attorney General	51,919,800	170,000	0	325,564	52,415,364
Capital Outlay	464,994,800	(9,223,700)	0	0	455,771,100
Career Development	522,406,400	(127,200)	0	9,858,400	532,137,600
Civil Rights	15,272,500	(71,600)	0	0	15,200,900
Civil Service	27,105,600	3,155,000	0	0	30,260,600
Clean Michigan Initiative	0	136,340,100	0	0	136,340,100
Community Colleges	325,011,719	0	0	0	325,011,719
Community Health	8,492,290,600	(11,935,000)	0	91,882,900	8,572,238,500
Consumer and Industry Services	529,647,400	(418,800)	0	14,501,000	543,729,600
Corrections	1,697,147,900	0	0	2,418,500	1,699,566,400
Education	928,975,300	476,600	0	25,000	929,476,900
Environmental Quality	391,999,100	300,400	0	306,100	392,605,600
Executive	5,679,600	(28,400)	0	0	5,651,200
Family Independence Agency	3,591,057,500	(36,085,000)	0	164,827,300	3,719,799,800
Higher Education	1,905,000,608	5,550,300	0	0	1,910,550,908
Judiciary	233,305,500	0	0	0	233,305,500
Legislature	106,420,700	0	0	0	106,420,700
Legislative Auditor General	13,450,100	0	0	0	13,450,100
Library of Michigan	39,916,700	0	0	0	39,916,700
Management & Budget	91,416,500	11,565,200	0	0	102,981,700
Military and Veteran Affairs	101,172,700	(209,200)	0	2,437,500	103,401,000
Natural Resources (Operations)	251,763,400	3,017,500	0	3,161,200	257,942,100
Natural Resources (Trust Fund)	0	38,240,400	0	0	38,240,400
School Aid	10,599,374,600	292,910,400	0	0	10,892,285,000
State	131,481,000	2,174,400	0	418,000	134,073,400
State Police	381,619,600	22,932,200	0	6,066,650	410,618,450
Strategic Fund Agency	168,982,800	(328,000)	0	0	168,654,800
Transportation	2,967,845,100	57,275,000	0	893,625	3,026,013,725
Treasury (Debt Service)	91,570,500	0	0	0	91,570,500
Treasury (Operations)	346,134,000	(347,200)	0	5,164,000	350,950,800
Treasury (Revenue Sharing)	1,600,600,000	0	0	0	1,600,600,000
<b>TOTAL APPROPRIATIONS</b>	<b>\$36,161,797,727</b>	<b>\$530,034,900</b>	<b>\$(200,000)</b>	<b>\$306,762,139</b>	<b>\$36,998,394,766</b>

Table 2

FY 2000-01 SUPPLEMENTAL APPROPRIATIONS SUMMARY ADJUSTED GROSS							
Department/Budget Area	Public Act 381 of 2000	Public Act 506 of 2000	Public Act 45 of 2001	Public Act 81 of 2001	Public Act 120 of 2001	Public Act 297 of 2000 & Public Act 121 of 2001	FY 2000-01 Total Suppl. Approps.
Agriculture	\$ 0	\$ 602,700	\$ 0	\$(235,200)	\$14,334,000	\$ 0	\$14,701,500
Attorney General	0	0	0	170,000	0	0	170,000
Capital Outlay	0	500	11,111,800	(20,336,000)	0	0	(9,223,700)
Career Development	0	0	0	(127,200)	0	0	(127,200)
Civil Rights	0	0	0	(71,600)	0	0	(71,600)
Civil Service	0	0	0	3,155,000	0	0	3,155,000
Clean Michigan Initiative	0	124,151,800	0	12,188,300	0	0	136,340,100
Community Colleges	0	0	0	0	0	0	0
Community Health	0	0	0	(11,935,000)	0	0	(11,935,000)
Consumer & Industry Services	0	0	0	(418,800)	0	0	(418,800)
Corrections	0	0	0	0	0	0	0
Education	0	0	0	476,600	0	0	476,600
Environmental Quality	0	500,000	0	(499,600)	300,000	0	300,400
Executive	0	0	0	(28,400)	0	0	(28,400)
Family Independence Agency	0	0	0	(36,085,000)	0	0	(36,085,000)
Higher Education	0	0	0	2,550,300	3,000,000	0	5,550,300
Judiciary	0	0	0	0	0	0	0
Legislature	0	0	0	0	0	0	0
Legislative Auditor General	0	0	0	0	0	0	0
Library of Michigan	0	0	0	0	0	0	0
Management & Budget	0	0	0	11,565,200	0	0	11,565,200
Military and Veteran Affairs	0	0	0	(209,200)	0	0	(209,200)
Natural Resources (Operations)	0	1,597,300	0	1,420,200	0	0	3,017,500
Natural Resources (Trust Fund)	0	21,780,000	0	16,460,400	0	0	38,240,400
School Aid	0	0	0	0	0	292,910,400	292,910,400
State	0	0	0	2,174,400	0	0	2,174,400
State Police	1,000,000	0	0	21,932,200	0	0	22,932,200
Strategic Fund Agency	0	0	0	(328,000)	0	0	(328,000)
Transportation	0	400,000	0	56,875,000	0	0	57,275,000
Treasury (Debt Service)	0	0	0	0	0	0	0
Treasury (Operations)	0	0	0	(347,200)	0	0	(347,200)
Treasury (Revenue Sharing)	0	0	0	0	0	0	0
<b>TOTAL APPROPRIATIONS</b>	<b>\$1,000,000</b>	<b>\$149,032,300</b>	<b>\$11,111,800</b>	<b>\$58,346,400</b>	<b>\$17,634,000</b>	<b>\$292,910,400</b>	<b>\$530,034,900</b>

Table 3

FY 2000-01 FINAL APPROPRIATIONS TOTAL STATE SPENDING					
Department/Budget Area	FY 2000-01 Initial Appropriations	FY 2000-01 Total Supplemental Appropriations	FY 2000-01 Executive Order 2001-9	Contingency Fund Transfers Summary	Final FY 2000-01 Appropriations
Agriculture	\$ 81,076,800	\$ 10,367,500	\$(200,000)	\$ 782,900	\$ 92,027,200
Attorney General	43,645,800	0	0	0	43,645,800
Capital Outlay	348,261,800	(20,334,900)	0	0	327,926,900
Career Development	35,954,400	4,872,800	0	0	40,827,200
Civil Rights	14,338,500	(71,600)	0	0	14,266,900
Civil Service	20,476,500	3,155,000	0	0	23,631,500
Clean Michigan Initiative	0	136,340,100	0	0	136,340,100
Community Colleges	325,011,719	0	0	0	325,011,719
Community Health	3,070,201,600	(11,935,000)	0	20,000,000	3,078,266,600
Consumer and Industry Services	291,275,500	(418,800)	0	161,000	291,017,700
Corrections	1,670,084,800	0	0	380,000	1,670,464,800
Education	48,266,300	476,600	0	0	48,742,900
Environmental Quality	260,737,800	300,400	0	0	261,038,200
Executive	5,679,600	(28,400)	0	0	5,651,200
Family Independence Agency	1,267,638,700	0	0	0	1,267,638,700
Higher Education	1,901,100,608	5,550,300	0	0	1,906,650,908
Judiciary	226,320,400	0	0	0	226,320,400
Legislature	106,020,700	0	0	0	106,020,700
Legislative Auditor General	13,450,100	0	0	0	13,450,100
Library of Michigan	35,284,300	0	0	0	35,284,300
Management & Budget	90,866,000	11,465,200	0	0	102,331,200
Military and Veteran Affairs	64,845,100	(209,200)	0	0	64,635,900
Natural Resources (Operations)	225,385,400	3,017,500	0	2,537,400	230,940,300
Natural Resources (Trust Fund)	0	38,240,400	0	0	38,240,400
School Aid	10,479,374,600	252,910,400	0	0	10,732,285,000
State	128,274,700	2,174,400	0	0	130,449,100
State Police	343,795,000	22,932,200	0	1,592,850	368,320,050
Strategic Fund Agency	115,652,900	(328,000)	0	0	115,324,900
Transportation	2,046,696,100	57,275,000	0	0	2,103,971,100
Treasury (Debt Service)	90,870,500	0	0	0	90,870,500
Treasury (Operations)	311,188,100	(347,200)	0	4,239,000	315,079,900
Treasury (Revenue Sharing)	1,600,600,000	0	0	0	1,600,600,000
<b>TOTAL APPROPRIATIONS</b>	<b>\$25,262,374,327</b>	<b>\$515,404,700</b>	<b>\$(200,000)</b>	<b>\$29,693,150</b>	<b>\$25,807,272,177</b>

Table 4

FY 2000-01 SUPPLEMENTAL APPROPRIATIONS SUMMARY							
TOTAL STATE SPENDING							
Department/Budget Area	Public Act 381 of 2000	Public Act 506 of 2000	Public Act 45 of 2001	Public Act 81 of 2001	Public Act 120 of 2001	Public Act 297 of 2000 & Public Act 121 of 2001	FY 2000-01 Total Suppl. Approps.
Agriculture	\$ 0	\$ 602,700	\$ 0	\$ (235,200)	\$ 10,000,000	\$ 0	\$ 10,367,500
Attorney General	0	0	0	0	0	0	0
Capital Outlay	0	500	600	(20,336,000)	0	0	(20,334,900)
Career Development	0	0	0	4,872,800	0	0	4,872,800
Civil Rights	0	0	0	(71,600)	0	0	(71,600)
Civil Service	0	0	0	3,155,000	0	0	3,155,000
Clean Michigan Initiative	0	124,151,800	0	12,188,300	0	0	136,140,100
Community Colleges	0	0	0	0	0	0	0
Community Health	0	0	0	(11,935,000)	0	0	(11,935,000)
Consumer and Industry Services	0	0	0	(418,800)	0	0	(418,800)
Corrections	0	0	0	0	0	0	0
Education	0	0	0	476,600	0	0	476,600
Environmental Quality	0	500,000	0	(499,600)	300,000	0	300,400
Executive	0	0	0	(28,400)	0	0	(28,400)
Family Independence Agency	0	0	0	0	0	0	0
Higher Education	0	0	0	2,550,300	3,000,000	0	5,550,300
Judiciary	0	0	0	0	0	0	0
Legislature	0	0	0	0	0	0	0
Legislative Auditor General	0	0	0	0	0	0	0
Library of Michigan	0	0	0	0	0	0	0
Management & Budget	0	0	0	11,465,200	0	0	11,465,200
Military and Veteran Affairs	0	0	0	(209,200)	0	0	(209,200)
Natural Resources (Operations)	0	1,597,300	0	1,420,200	0	0	3,017,500
Natural Resources (Trust Fund)	0	21,780,000	0	16,460,400	0	0	38,240,400
School Aid	0	0	0	0	0	252,910,400	252,910,400
State	0	0	0	2,174,400	0	0	2,174,400
State Police	1,000,000	0	0	21,932,200	0	0	22,932,200
Strategic Fund Agency	0	0	0	(328,000)	0	0	(328,000)
Transportation	0	400,000	0	56,875,000	0	0	57,275,000
Treasury (Debt Service)	0	0	0	0	0	0	0
Treasury (Operations)	0	0	0	(347,200)	0	0	(347,200)
Treasury (Revenue Sharing)	0	0	0	0	0	0	0
<b>TOTAL APPROPRIATIONS</b>	<b>\$1,000,000</b>	<b>\$149,032,300</b>	<b>\$600</b>	<b>\$99,161,400</b>	<b>\$13,300,000</b>	<b>\$252,910,400</b>	<b>\$515,404,700</b>

Table 5

FY 2000-01 FINAL APPROPRIATIONS GENERAL FUND/GENERAL PURPOSE					
Department/Budget Area	FY 2000-01 Initial Appropriations	FY 2000-01 Total Suppl. Approps.	FY 2000-01 Executive Order 2001-9	Contingency Fund Transfers Summary	Final FY 2000-01 Appropriations
Agriculture	\$ 47,029,800	\$ 4,764,800	\$ (200,000)	\$ 0	\$ 51,594,600
Attorney General	35,271,000	0	0	0	35,271,000
Capital Outlay	312,814,600	(20,334,900)	0	0	292,479,700
Career Development	25,458,600	4,872,800	0	0	30,331,400
Civil Rights	14,338,500	(71,600)	0	0	14,266,900
Civil Service	11,218,900	1,155,000	0	0	12,373,900
Clean Michigan Initiative	0	0	0	0	0
Community Colleges	315,011,719	0	0	0	315,011,719
Community Health	2,686,991,200	(13,435,000)	0	0	2,673,556,200
Consumer and Industry Services	83,762,300	(418,800)	0	0	83,343,500
Corrections	1,619,600,500	0	0	0	1,619,600,500
Education	34,678,700	476,600	0	0	35,155,300
Environmental Quality	99,906,200	(499,600)	0	0	99,406,600
Executive	5,679,600	(28,400)	0	0	5,651,200
Family Independence Agency	1,216,997,500	(559,200)	0	0	1,216,438,300
Higher Education	1,785,850,608	0	0	0	1,785,850,608
Judiciary	170,316,800	0	0	0	170,316,800
Legislature	104,978,900	0	0	0	104,978,900
Legislative Auditor General	13,183,500	0	0	0	13,183,500
Library of Michigan	35,197,400	0	0	0	35,197,400
Management & Budget	46,960,800	9,065,200	0	0	56,026,000
Military and Veteran Affairs	41,856,900	(209,200)	0	0	41,647,700
Natural Resources (Operations)	55,958,600	(2,279,800)	0	0	53,678,800
Natural Resources (Trust Fund)	0	0	0	0	0
School Aid	420,613,500	(35,000,000)	0	0	385,613,500
State	65,130,200	1,674,400	0	0	66,804,600
State Police	300,563,400	20,792,200	0	0	321,355,600
Strategic Fund Agency	65,602,900	(328,000)	0	0	65,274,900
Transportation	0	0	0	0	0
Treasury (Debt Service)	90,870,500	0	0	0	90,870,500
Treasury (Operations)	69,450,200	(347,200)	0	0	69,103,000
Treasury (Revenue Sharing)	0	0	0	0	0
<b>TOTAL APPROPRIATIONS</b>	<b>\$9,775,293,327</b>	<b>\$(30,710,700)</b>	<b>\$(200,000)</b>	<b>\$0</b>	<b>\$9,744,382,627</b>



Table 6

FY 2000-01 SUPPLEMENTAL APPROPRIATIONS SUMMARY GENERAL FUND/GENERAL PURPOSE							
Department/Budget Area	Public Act 381 of 2000	Public Act 506 of 2000	Public Act 45 of 2001	Public Act 81 of 2001	Public Act 120 of 2001	Public Act 297 of 2000 & Public Act 121 of 2001	FY 2000-02 Total Suppl. Approps.
Agriculture	\$ 0	\$ 0	\$ 0	\$ (235,200)	\$ 5,000,000	\$ 0	\$ 4,764,800
Attorney General	0	0	0	0	0	0	0
Capital Outlay	0	500	600	(20,336,000)	0	0	(20,334,900)
Career Development	0	0	0	4,872,800	0	0	4,872,800
Civil Rights	0	0	0	(71,600)	0	0	(71,600)
Civil Service	0	0	0	1,155,000	0	0	1,155,000
Clean Michigan Initiative	0	0	0	0	0	0	0
Community Colleges	0	0	0	0	0	0	0
Community Health	0	0	0	(13,435,000)	0	0	(13,435,000)
Consumer & Industry Services	0	0	0	(418,800)	0	0	(418,800)
Corrections	0	0	0	0	0	0	0
Education	0	0	0	476,600	0	0	476,600
Environmental Quality	0	0	0	(499,600)	0	0	(499,600)
Executive	0	0	0	(28,400)	0	0	(28,400)
Family Independence Agency	0	0	0	(559,200)	0	0	(559,200)
Higher Education	0	0	0	0	0	0	0
Judiciary	0	0	0	0	0	0	0
Legislature	0	0	0	0	0	0	0
Legislative Auditor General	0	0	0	0	0	0	0
Library of Michigan	0	0	0	0	0	0	0
Management & Budget	0	0	0	9,065,200	0	0	9,065,200
Military and Veteran Affairs	0	0	0	(209,200)	0	0	(209,200)
Natural Resources (Operations)	0	0	0	(2,279,800)	0	0	(2,279,800)
Natural Resources (Trust Fund)	0	0	0	0	0	0	0
School Aid	0	0	0	0	0	(35,000,000)	(35,000,000)
State	0	0	0	1,674,400	0	0	1,674,400
State Police	1,000,000	0	0	19,792,200	0	0	20,792,200
Strategic Fund Agency	0	0	0	(328,000)	0	0	(328,000)
Transportation	0	0	0	0	0	0	0
Treasury (Debt Service)	0	0	0	0	0	0	0
Treasury (Operations)	0	0	0	(347,200)	0	0	(347,200)
Treasury (Revenue Sharing)	0	0	0	0	0	0	0
<b>TOTAL APPROPRIATIONS</b>	<b>\$1,000,000</b>	<b>\$ 500</b>	<b>\$ 600</b>	<b>\$(1,711,800)</b>	<b>\$ 5,000,000</b>	<b>\$(35,000,000)</b>	<b>\$(30,710,700)</b>

Table 7

**FY 2000-01  
GENERAL FUND/GENERAL PURPOSE  
REVENUES, EXPENDITURES AND YEAR-END BALANCE  
(millions of dollars)**

	<u><b>Final Accounting</b></u>
<b>Revenues:</b>	
Beginning Balance .....	\$ 211.8
Baseline Revenue Estimate .....	8,962.5
Nonbaseline Revenue Adjustments .....	27.0
State Building Authority Funding Shift .....	211.2
Budget Stabilization Fund Withdrawal (P.A. 112 of 2001) .....	77.0
Budget Stabilization Fund Withdrawal (P.A. 161 of 2001) .....	193.0
Work Project Lapses .....	62.1
<b>Total Revenues .....</b>	<b>\$9,744.6</b>
<b>Expenditures:</b>	
Enacted Appropriations .....	\$9,775.3
Supplemental Appropriations (P.A. 297 of 2000) .....	(35.0)
Supplemental Appropriations (P.A. 381 of 2000) .....	1.0
Supplemental Appropriations (P.A. 81 of 2001) .....	(1.7)
Supplemental Appropriations (P.A. 120 of 2001) .....	5.0
Projected Appropriation Lapses .....	(28.1)
<b>Total Expenditures .....</b>	<b>\$9,716.5</b>
<b>Projected Year-End Balance .....</b>	<b>\$ 28.1</b>

Table 8

FY 2000-01  
SCHOOL AID FUND  
REVENUES, EXPENDITURES AND YEAR-END BALANCE  
(millions of dollars)

	<u>Final Accounting</u>
<b>Revenues:</b>	
Beginning Balance .....	\$ 853.4
Baseline Revenue Estimate .....	9,994.1
General Fund/General Purpose Grant .....	385.6
Budget Stabilization Fund Withdrawal .....	32.0
Federal Aid .....	148.6
<b>Total Revenues .....</b>	<b>\$11,413.7</b>
<b>Expenditures:</b>	
Original Appropriations (P.A. 119 of 1999) .....	\$10,599.4
Supplemental Appropriations (P.A. 297 of 2000) .....	333.0
Supplemental Appropriations (P.A. 121 of 2001) .....	(40.0)
Projected Appropriation Lapses .....	(53.8)
Bookclosing Accounting Adjustments .....	(119.7)
<b>Total Expenditures .....</b>	<b>\$10,718.9</b>
<b>Projected Year-End Balance .....</b>	<b>\$ 694.8</b>

INDEX OF APPROPRIATIONS ACTS FY 2000-01		
BUDGET AREA	BILL NUMBER	PUBLIC ACT NO.
<b>Agriculture</b>		
Initial . . . . .	House Bill 5273	Public Act 270 of 2000
Supplemental . . . . .	Senate Bill 977	Public Act 506 of 2000
Supplemental . . . . .	Senate Bill 283	Public Act 81 of 2001
Supplemental . . . . .	Senate Bill 291	Public Act 120 of 2001
<b>Attorney General</b>		
Initial . . . . .	House Bill 5278	Public Act 276 of 2000
Supplemental . . . . .	Senate Bill 283	Public Act 81 of 2001
<b>Capital Outlay</b>		
Initial . . . . .	House Bill 4297	Public Act 265 of 1999
Supplemental . . . . .	Senate Bill 977	Public Act 506 of 2000
Supplemental . . . . .	Senate Bill 231	Public Act 45 of 2001
Supplemental . . . . .	Senate Bill 283	Public Act 81 of 2001
<b>Career Development</b>		
Initial . . . . .	House Bill 5274	Public Act 292 of 2000
Supplemental . . . . .	Senate Bill 283	Public Act 81 of 2001
<b>Civil Rights</b>		
Initial . . . . .	House Bill 5278	Public Act 276 of 2000
Supplemental . . . . .	Senate Bill 283	Public Act 81 of 2001
<b>Civil Service</b>		
Initial . . . . .	House Bill 5278	Public Act 276 of 2000
Supplemental . . . . .	Senate Bill 283	Public Act 81 of 2001
<b>Community Colleges</b>		
Initial . . . . .	Senate Bill 963	Public Act 272 of 2000

INDEX OF APPROPRIATIONS ACTS FY 2000-01		
BUDGET AREA	BILL NUMBER	PUBLIC ACT NO.
<b>Community Health</b>		
Initial . . . . .	Senate Bill 964	Public Act 296 of 2000
Supplemental . . . . .	Senate Bill 283	Public Act 81 of 2001
Supplemental . . . . .	Senate Bill 977	Public Act 506 of 2001
Supplemental . . . . .	Senate Bill 291	Public Act 120 of 2001
<b>Consumer and Industry Services</b>		
Initial . . . . .	House Bill 5275	Public Act 293 of 2000
Supplemental . . . . .	Senate Bill 283	Public Act 81 of 2001
<b>Corrections</b>		
Initial . . . . .	Senate Bill 965	Public Act 237 of 2000
<b>Education</b>		
Initial . . . . .	Senate Bill 966	Public Act 263 of 2000
Supplemental . . . . .	Senate Bill 283	Public Act 81 of 2001
<b>Environmental Quality</b>		
Initial . . . . .	House Bill 5276	Public Act 275 of 2000
Supplemental . . . . .	Senate Bill 977	Public Act 506 of 2000
Supplemental . . . . .	Senate Bill 283	Public Act 81 of 2001
Supplemental . . . . .	Senate Bill 291	Public Act 120 of 2001
<b>Executive</b>		
Initial . . . . .	House Bill 5278	Public Act 276 of 2000
Supplemental . . . . .	Senate Bill 283	Public Act 81 of 2001
<b>Family Independence Agency</b>		
Initial . . . . .	House Bill 5277	Public Act 294 of 2000
Supplemental . . . . .	Senate Bill 283	Public Act 81 of 2001

INDEX OF APPROPRIATIONS ACTS FY 2000-01		
BUDGET AREA	BILL NUMBER	PUBLIC ACT NO.
<b>Higher Education</b>		
Initial . . . . .	Senate Bill 967	Public Act 298 of 2000
Supplemental . . . . .	Senate Bill 283	Public Act 81 of 2001
Supplemental . . . . .	Senate Bill 291	Public Act 120 of 2001
<b>Judiciary</b>		
Initial . . . . .	House Bill 5279	Public Act 264 of 2000
Supplemental . . . . .	Senate Bill 283	Public Act 81 of 2001
<b>Legislative Auditor General</b>		
Initial . . . . .	House Bill 5278	Public Act 276 of 2000
<b>Legislature</b>		
Initial . . . . .	House Bill 5278	Public Act 276 of 2000
<b>Library of Michigan</b>		
Initial . . . . .	House Bill 5278	Public Act 276 of 2000
<b>Management and Budget</b>		
Initial . . . . .	House Bill 5278	Public Act 276 of 2000
Supplemental . . . . .	Senate Bill 283	Public Act 81 of 2001
<b>Military Affairs</b>		
Initial . . . . .	House Bill 5280	Public Act 266 of 2000
Supplemental . . . . .	Senate Bill 283	Public Act 81 of 2001
<b>Natural Resources</b>		
Initial . . . . .	House Bill 5281	Public Act 267 of 2000
Supplemental . . . . .	Senate Bill 977	Public Act 506 of 2000
Supplemental . . . . .	Senate Bill 283	Public Act 81 of 2001
<b>School Aid</b>		
Initial . . . . .	House Bill 4498	Public Act 119 of 1999
Supplemental . . . . .	Senate Bill 1044	Public Act 297 of 2000
Supplemental . . . . .	House Bill 4371	Public Act 121 of 2001

INDEX OF APPROPRIATIONS ACTS FY 2000-01		
BUDGET AREA	BILL NUMBER	PUBLIC ACT NO.
<b>State</b>		
Initial . . . . .	House Bill 5278	Public Act 276 of 2000
Supplemental . . . . .	Senate Bill 283	Public Act 81 of 2001
<b>State Police</b>		
Initial . . . . .	House Bill 5282	Public Act 269 of 2000
Supplemental . . . . .	House Bill 4530	Public Act 381 of 2000
Supplemental . . . . .	Senate Bill 283	Public Act 81 of 2001
<b>Strategic Fund</b>		
Initial . . . . .	House Bill 5274	Public Act 292 of 2000
Supplemental . . . . .	Senate Bill 283	Public Act 81 of 2001
<b>Transportation</b>		
Initial . . . . .	House Bill 5284	Public Act 271 of 2000
Supplemental . . . . .	Senate Bill 977	Public Act 506 of 2000
Supplemental . . . . .	Senate Bill 283	Public Act 81 of 2001
<b>Treasury</b>		
Initial . . . . .	House Bill 5278	Public Act 276 of 2000
Supplemental . . . . .	Senate Bill 977	Public Act 506 of 2000
Supplemental . . . . .	Senate Bill 283	Public Act 81 of 2001





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## **BUDGET AREA DETAIL**

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## DEPARTMENT OF AGRICULTURE

### INITIAL FY 2000-01 APPROPRIATION

The initial appropriation was contained in Public Act 270 of 2000. See the FY 2000-01 Appropriations Report published in August 2000 for a detailed description.

FTE	653.5
Gross	97,916,500
IDG	9,680,800
Federal	6,037,000
Private	1,121,900
Restricted	34,047,000
GF/GP	47,029,800

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### Change from FY 2000-01 Initial Appropriation

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### A. SUPPLEMENTAL APPROPRIATIONS

#### 1. Public Act 506 of 2000

**Farmland and Open Space Preservation Program.** The supplemental transferred the Farmland and Open Space Preservation Program from the Michigan Department of Natural Resources to the Michigan Department of Agriculture in accordance with Public Act 262 of 2000.

FTE	7.0
Gross	602,700
Restricted	602,700
GF/GP	0

#### 2. Public Act 81 of 2001

**Budget Reductions.** The supplemental included a 0.5% GF/GP reduction in order to meet revised revenue estimates. Reductions were taken from a number of line items.

Gross	(235,200)
GF/GP	(235,200)

#### 3. Public Act 120 of 2001

**a. Value-Added Processing Grant: Ethanol.** The supplemental contained a \$5,000,000 grant for an ethanol plant to be built in Caro. In order to provide funding for this grant, the supplemental appropriated \$5,000,000 GF/GP to the Agricultural Development Fund. The supplemental also contained a separate appropriation of \$5,000,000 from the Agricultural Development Fund for the actual grant, pursuant to the Julian-Stille Value-Added Act (Public Act 322 of 2000).

Gross	10,000,000
Restricted	5,000,000
GF/GP	5,000,000

**b. Federal Specialty Crop Assistance.** The supplemental contained a total of \$4,084,000 in one-time Federal funds from the U.S. Department of Agriculture (USDA) to assist Michigan's specialty crop producers. Of the total funding, \$500,000 was used for the establishment and expansion of export markets, implementation of value-added projects, and grant development and processing. Of the remaining funds, \$2,100,000 was distributed as direct program grants to specialty crop producers, \$1,150,000 was designated for deposit in the Agricultural Development Fund to support projects in accordance with the Julian-Stille Value-Added Act, and \$250,000 was used to establish a risk management system for specialty crop producers. The remainder of the funding, \$334,000, was distributed to the Michigan Agricultural Surplus System to provide agricultural products to Michigan's food bank system.

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**Change from FY 2000-01  
Initial Appropriation**

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Gross	4,334,000
Federal	4,334,000
GF/GP	0

**4. Executive Order 2001-9**

**Budget Reduction.** The Executive Order reduced the spending authorization of the \$5 million Value-Adding Processing: Ethanol line item by \$200,000 as part of the budget balancing required to meet revenue estimates in FY 2001-02. This line item was included in an FY 2000-01 supplemental and carried forward to FY 2001-02; however, the Executive Order affects the FY 2000-01 appropriation authorization.

Gross	(200,000)
GF/GP	(200,000)

**B. CONTINGENCY FUNDS**

**1. State Budget Office Letter 5-21-01**

**a. Bovine Tuberculosis.** In fall 2000, the U.S. Congress passed the Agricultural Risk Protection Act providing \$6 million for bovine tuberculosis eradication efforts in Michigan. The majority of the funding was designated for the U.S. Department of Agriculture's eradication efforts and disease research; however, some of the funds were available to the Michigan Department of Agriculture for animal identification, financial assistance, outreach, and disease identification.

Gross	3,000,000
Federal	3,000,000
GF/GP	0

**b. Privately Owned Cervidae Producers Marketing Act.** This transfer provided authorization to spend anticipated fee revenue from the Act, which became effective in June 2001. This program registers and regulates privately-owned deer, elk, moose, reindeer, and caribou operations in Michigan as agricultural enterprises.

Gross	100,000
Restricted	100,000
GF/GP	0

		Change from FY 2000-01 Initial Appropriation	
c. <b>Outstanding Winning Ticket Revenue.</b> Public Act 505 of 1998 provides for the disposition of funds from outstanding winning tickets at Michigan's pari-mutual racetracks. In FY 2000-01, \$722,900 was deposited in the Agriculture Equine Industry Development Fund to reflect 2000 outstanding ticket revenue. Of the total, authorization to spend \$500,000 was already in the budget. This transfer provided authorization to spend the remaining \$222,900 in accordance with statutory provisions.	Gross	222,900	
	Restricted	222,900	
	GF/GP	0	
d. <b>Equine Infectious Anemia.</b> This transfer provided authorization to spend testing fee revenue associated with equine infectious anemia. Law changes required all horses to be tested prior to movement from the owners' property. The funds were used to purchase additional analytical supplies.	Gross	60,000	
	Restricted	60,000	
	GF/GP	0	
e. <b>USDA Monitoring Program.</b> The USDA contracted with selected states to provide data regarding the prevalence and amount of contamination in the food supply.	Gross	600,000	
	Federal	600,000	
	GF/GP	0	
f. <b>Pesticide Data Program.</b> The Federal grant for this program was increased beyond the amount of the original appropriation. The program collects data on pesticide residues in fresh and processed fruits, vegetables, and other products.	Gross	83,500	
	Federal	83,500	
	GF/GP	0	
g. <b>Grape and Wine Industry Program.</b> This transfer provided authorization to spend carry-forward funds to support statewide events promoting Michigan grape and wine industries.	Gross	120,000	
	IDG	120,000	
	GF/GP	0	
h. <b>Plum Pox Virus Survey.</b> This transfer provided authorization to spend available Federal funds for the plum pox virus survey to protect Michigan's stone fruit industry.	Gross	185,000	
	Federal	185,000	
	GF/GP	0	
i. <b>Project GREEN.</b> This transfer provided authorization to spend available funds for the Department's food safety, phytosanitary, and plum pox survey as part of Project GREEN.	Gross	200,000	
	Restricted	200,000	
	GF/GP	0	
<b>2. State Budget Office Letter 9-14-01</b>			
<b>Plum Pox Virus Survey.</b> This transfer provided authorization to spend available Federal funds for the plum pox virus survey to protect Michigan's stone fruit industry.	Gross	25,000	
	Federal	25,000	
	GF/GP	0	

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**Change from FY 2000-01  
Initial Appropriation**

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**C. TRANSFERS**

**1. State Budget Office Letter 5-21-01**

**Outstanding Winning Ticket Revenue.** Public Act 505 of 1998 provides for the disposition of funds from outstanding winning tickets at Michigan's pari-mutuel racetracks. In FY 2000-01, \$722,900 was deposited in the Agriculture Equine Industry Development Fund to reflect 2000 outstanding ticket revenue. Of the total, authorization to spend \$500,000 was already in the budget and needed to be transferred to the appropriate line item.

Gross	0
GF/GP	0

**2. State Budget Office Letter 9-14-01**

**a. Fairs and Racing Division.** This transfer redirected \$70,000 GF/GP from the Laboratory Division to the Fairs and Racing Division to cover oversight activities of the State's various fairs and expositions. The transfer was used to replace the authorization to spend Michigan State Fair revenue in the Fairs and Racing Division in order to make this funding available for expenditure on the State Fair. Funding was available in the Laboratory Division as a result of workload.

Gross	0
GF/GP	0

**b. Executive Fringe Benefits.** This transfer redirected \$25,000 GF/GP from the Management Services line item to the Executive Direction line item to cover economic increases to fringe benefits of the Department's unclassified positions.

Gross	0
GF/GP	0

**c. Value-Adding Processing: Ethanol.** Public Act 120 of 2001 appropriated \$5 million GF/GP to the Agricultural Development Fund and conditioned the expenditure of these funds on the provisions of the Julian-Stille Value-Added Act. The Michigan Department of Agriculture was in the process of drafting rules to implement the Value-Added Act that would allow for expenditures from the Fund; however, these rules were not anticipated to be finalized until late in the calendar year. This transfer moved the GF/GP authorization to the Value-Adding Processing: Ethanol line item to allow expenditure of the GF/GP appropriation in the absence of the rules under Julian-Stille Value-Added Act. The funding was used to support a grant for a proposed ethanol plant in Caro. This transfer was initiated by the Legislature and approved with the transfers included in the 9-14-01 letter.

Gross	0
GF/GP	0

**3. State Budget Office Letter 11-01-01**

**a. Farmland and Open Space Preservation.** This transfer redirected \$80,000 GF/GP from the Environmental Stewardship line item to the Farmland and Open Space Preservation line item to cover tax payments on parcels that had been enrolled in designated open space easements under Part 361 of the Natural Resources and Environmental Protection Act.

Gross	0
GF/GP	0

- b. Pesticide and Plant Pest Management Division.** This transfer replaced Federal spending authorization with an equal amount of State restricted funds to reflect actual revenue receipts.

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**Change from FY 2000-01  
Initial Appropriation**

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Gross	0
Federal	(200,000)
Restricted	200,000
GF/GP	0

**YEAR-TO-DATE FY 2000-01 APPROPRIATION**

FTE	660.5
Gross	117,014,400
IDG	9,800,800
Federal	14,064,500
Private	1,121,900
Restricted	40,432,600
GF/GP	51,594,600

## DEPARTMENT OF ATTORNEY GENERAL

### INITIAL FY 2000-01 APPROPRIATION

The initial appropriation was contained in Public Act 276 of 2000. See the FY 2000-01 Appropriations Report published in August 2000 for a detailed description.

FTE	595.0
Gross	61,393,500
IDG	9,473,700
Federal	7,124,800
Private	1,149,200
Restricted	8,374,800
GF/GP	35,271,000

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### Change from FY 2000-01 Initial Appropriation

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### A. SUPPLEMENTAL APPROPRIATIONS

#### Public Act 81 of 2001

**Technology Improvements.** The supplemental included funding for the Department's technology improvements that were initially funded in an FY 1998-99 supplemental (Public Act 69 of 1999) and in the FY 2000-01 budget (Public Act 276 of 2000). The additional funding was used to fund part of the costs for operating software, wireless networking, a storage subsystem, and other improvements that allow the Department continually to maintain and upgrade workstations from a central location. The funding became available due to increased Federal Medicaid fraud program income that offset General Fund appropriations.

Gross	170,000
Federal	170,000
GF/GP	0

### B. CONTINGENCY FUNDS

#### State Budget Office Letter 9-14-01

**1. Health Care Fraud.** The initial appropriation of Federal funding for the Health Care Fraud Division was \$2,916,400. The appropriation did not include \$200,000 for costs associated with the Health Care Division's move to the Eyde Building, which was approved in the FY 2000-01 Federal grant application. The Department of Attorney General also initiated cases that resulted in program income from forfeitures and civil penalties, and therefore requested authorization to receive an additional \$91,400 in Federal funds. The Department used the program income to offset the State's General Fund match requirement.

Gross	291,400
Federal	291,400
GF/GP	0

**2. Prosecuting Attorneys Coordinating Council.** Subsequent to the passage of the FY 2000-01 budget, the Prosecuting Attorneys Coordinating Council's application for Federal Byrne Memorial Grant funding was approved at an amount that exceeded the initial \$158,300 appropriation. The Federal match also was approved at 75% instead of the 60% provided in FY 1999-2000. The Byrne Grant funding is used to facilitate the communication of criminal case tracking information between prosecutors, police, and the court system.

Gross	34,164
Federal	34,164
GF/GP	0

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**Change from FY 2000-01  
Initial Appropriation**

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**C. TRANSFERS**

**State Budget Office Letter 10-29-01**

**Administrative Transfer.** The administrative transfer of \$126,700 was required due to private rent increases that occurred subsequent to the passage of the annual appropriation bill. Funding was available from the unclassified positions line item due to vacancies.

Gross	0
GF/GP	0

**YEAR-TO-DATE FY 2000-01 APPROPRIATION**

FTE	595.0
Gross	61,889,064
IDG	9,473,700
Federal	7,620,364
Private	1,149,200
Restricted	8,374,800
GF/GP	35,271,000



## CAPITAL OUTLAY

### INITIAL FY 2000-01 APPROPRIATION

The initial appropriation was contained in Public Act 265 of 1999. See the FY 2000-01 Appropriations Report published in August 2000 for a detailed description.

Gross	471,994,800
IDG	7,000,000
Federal	99,361,000
Local	17,372,000
Private	0
Restricted	35,447,200
GF/GP	312,814,600

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### Change from FY 2000-01 Initial Appropriation

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### A. SUPPLEMENTAL APPROPRIATIONS

#### 1. Public Act 506 of 2000

**Construction Authorizations.** Five projects that had previously been authorized for planning, received construction authorization in this bill. These projects are:

Gross	500
GF/GP	500

Grand Rapids Community College - Main Building Renovations - \$6,000,000  
 Henry Ford Community College - Classroom Renovations - \$9,856,000  
 Schoolcraft College - Business and Industry Training Center - \$26,738,000  
 Ferris State University - Engineering/Technical Center - \$18,000,000  
 Oakland University - School of Education/Human Services Building - \$31,500,000

#### 2. Public Act 45 of 2001

**a. Planning Authorizations.** Public Act 45 contained both the FY 2001-02 appropriations for capital outlay, as well as an FY 2000-01 supplemental for capital outlay. The supplemental section provided planning authorization for the Michigan Technological University integrated learning/information technology project.

Gross	100
GF/GP	100

- b. Construction Authorizations.** Public Act 45 also contained construction authorizations for the following projects:

Macomb Community College - Fraser Campus Renovations - \$6,545,000  
 Northern Michigan University - Student Services Building - \$15,750,000  
 Northern Michigan University - Fine and Practical Arts Building - \$21,230,000  
 Saginaw Valley State University - Instructional Facility No. 4 - \$40,000,000  
 Western Michigan University - Health and Human Services - \$48,170,800  
 Western Michigan/Lake Michigan College - Southwest Center - \$8,486,000  
 Department of Management and Budget - Roosevelt Parking Facility - \$6,600,000

The Governor vetoed both projects at Northern Michigan University.

- c. Airport Improvement Projects.** The Act appropriated additional Federal and local match revenue for 10 airport improvement projects totaling \$11,111,200.

Change from FY 2000-01 Initial Appropriation	
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Gross	500
GF/GP	500

Gross	11,111,200
Federal	10,000,000
Local	1,111,200
GF/GP	0

### 3. Public Act 81 of 2001

- a. State Building Authority Rent.** This supplemental bill reduced State Building Authority rent appropriations by \$22,336,500 as a result of refunding previous bond issues.

Gross	(22,336,500)
GF/GP	(22,336,500)

- b. Planning Authorizations.** The bill authorized four new planning projects. The planning projects included:

University of Michigan, Ann Arbor - School of Public Health Building  
 Northwestern Michigan College - West Bay Campus reconstruction  
 Lake Michigan College - Van Buren Center  
 Southwestern Michigan College - Instructional Resources Center  
 Mid Michigan Community College - Student Assessment Center

The Governor vetoed the project for the University of Michigan.

- c. Construction Authorizations.** The bill also provided construction authorization for Delta College - General Campus Renovations totaling \$18,000,000.

Gross	100
GF/GP	100

- d. Cost Increase.** In addition, the bill provided an increase in cost authorization for the Department of Natural Resources, Fish Hatcheries Renovations project of \$2,000,000 from General Fund revenue.

Gross	2,000,000
GF/GP	2,000,000

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**Change from FY 2000-01  
Initial Appropriation**

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**B. CONTINGENCY FUNDS - NONE**

**C. TRANSFERS - NONE**

**YEAR-TO-DATE FY 2000-01 APPROPRIATION**

Gross	462,771,100
IDG	7,000,000
Federal	109,361,000
Local	18,483,200
Private	0
Restricted	35,447,200
GF/GP	292,479,700

## DEPARTMENT OF CAREER DEVELOPMENT

### INITIAL FY 2000-01 APPROPRIATION

The initial appropriation was contained in Public Act 292 of 2000. See the FY 2000-01 Appropriations Report published in August 2000 for a detailed description.

FTE	1,139.0
Gross	523,454,400
IDG	1,048,000
Federal	468,818,800
Local	14,962,800
Private	2,670,400
Restricted	10,495,800
GF/GP	25,458,600

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### Change from FY 2000-01 Initial Appropriation

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### A. SUPPLEMENTAL APPROPRIATIONS

#### Public Act 81 of 2001

- Budget Reductions.** The supplemental included a 0.5% General Fund reduction that was included for most State budgets due to declining revenue estimates. The reductions included:

Unclassified Salaries . . . . .	\$50,000
Employment Training Services . . . . .	13,600
Michigan Community Service Commission Subgrantees . . . . .	63,600

Gross	(127,200)
GF/GP	(127,200)

- Welfare to Work Programs.** The supplemental also included a funding shift for welfare to work programs that reduced Federal HHS-TANF by \$15,000,000, and replaced it with \$10,000,000 in Federal DOL-ETA welfare to work funding and \$5,000,000 from the State General Fund.

Gross	0
Federal	(5,000,000)
GF/GP	5,000,000

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**Change from FY 2000-01  
Initial Appropriation**

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**B. CONTINGENCY FUNDS**

**State Budget Letter 5-21-01**

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| <p><b>1. Michigan Rehabilitation Services Agency/Michigan Career &amp; Technical Institute (MCTI).</b> This transfer increased spending authority to reflect Federal revenues that were available from carry-forward funds. These funds were used to convert the client-based system currently used by the Michigan Rehabilitation Services Agency to an Internet system. Additionally, funding was used by the MCTI to purchase equipment and to update facilities and classrooms in the development of two new curricula, landscaping manufacturing and medical technology. The MCTI is a postsecondary institution that provides education and training to individuals with disabilities.</p> | <p>Gross 2,910,800<br/>Federal 2,910,800<br/>GF/GP 0</p> |
| <p><b>2. Adult Education.</b> This transfer increased spending authority to reflect additional Federal revenue. A portion of the funding is available for administration, while the majority is used for the adult education grants provided to local intermediate school districts for adult education services.</p>  | <p>Gross 3,503,000<br/>Federal 3,503,000<br/>GF/GP 0</p> |
| <p><b>3. Employment Training Services.</b> This transfer increased the spending authority to reflect more accurately the amount of Federal revenue that was available. These additional funds are available for the administration of various programs administered by the Michigan Community Service Commission.</p>  | <p>Gross 744,600<br/>Federal 744,600<br/>GF/GP 0</p>     |
| <p><b>4. Welfare to Work Programs.</b> This transfer provided Federal match funding to certain local units of government, the City of Detroit and the Counties of Berrien/Cass/VanBuren, for their welfare to work programs. These local units provide a match for these funds, which are used to expand services to eligible participants, including noncustodial parents whose children are receiving Temporary Assistance for Needy Families (TANF) funding, and for those welfare recipients who have met the 30-month time limit on cash assistance but still have not successfully entered the workforce.</p>  | <p>Gross 2,700,000<br/>Federal 2,700,000<br/>GF/GP 0</p> |

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**Change from FY 2000-01  
Initial Appropriation**

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**C. TRANSFERS**

**State Budget Office Letter 5-21-01**

**Employment Training Services.** In December 1999, the Department of Career Development (DCD) learned that the Federal grant provided by the National Occupational Coordinating Committee (DOL-NOICC) in the U.S. Department of Labor had ended. Funding was used to support the Michigan Occupational Information System, which is a career education system available in school districts throughout Michigan. The DCD subsequently applied for and was granted funding through the U.S. Department of Education for the same purpose.

Gross	0
Federal	0
GF/GP	0

The transfer shifted \$171,900 from DOL-NOICC to DED-Perkins Act. A similar transfer was approved by the Legislature in November 2000, and an adjustment was included for the FY 2001-02 budget.

**YEAR-TO-DATE FY 2000-01 APPROPRIATION**

FTE	1,139.0
Gross	533,185,600
IDG	1,048,000
Federal	473,677,200
Local	14,962,800
Private	2,670,000
Restricted	10,495,800
GF/GP	30,331,400

## DEPARTMENT OF CIVIL RIGHTS

### INITIAL FY 2000-01 APPROPRIATION

The initial appropriation was contained in Public Act 276 of 2000. See the FY 2000-01 Appropriations Report published in August 2000 for a detailed description.

FTE	166.5
Gross	15,272,500
Federal	934,000
GF/GP	14,338,500

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### Change from FY 2000-01 Initial Appropriation

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#### A. SUPPLEMENTAL APPROPRIATIONS

##### Public Act 81 of 2000

**Budget Reductions.** The supplemental included a 0.5% GF/GP reduction in order to meet reduced revenue estimates. The reduction was taken from the Operations line item.

Gross	(71,600)
GF/GP	(71,600)

#### B. CONTINGENCY FUNDS - NONE

#### C. TRANSFERS

##### State Budget Office Letter 5-21-01

**New Case Resolution Process.** The annual Equal Employment Opportunity Commission (EEOC) grant received by the Department of Civil Rights is based on the number of cases formally resolved in the previous year. Since fiscal year 1999-2000 saw the conversion to a new case resolution system, the number of cases fulfilling the EEOC criteria was significantly lower. This transfer of \$120,000 from the line item for Unclassified Positions to Operations compensated for the reduced grant amount.

Gross	0
GF/GP	0

### YEAR-TO-DATE FY 2000-01 APPROPRIATION

FTE	166.5
Gross	15,200,900
Federal	934,000
GF/GP	14,266,900

## DEPARTMENT OF CIVIL SERVICE

### INITIAL FY 2000-01 APPROPRIATION

The initial appropriation was contained in Public Act 276 of 2000. See the FY 2000-01 Appropriations Report published in August 2000 for a detailed description.

FTE	230.5
Gross	30,405,600
IDG	3,300,000
Federal	4,779,100
Local	1,700,000
Private	150,000
Restricted	9,257,600
GF/GP	11,218,900

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### Change from FY 2000-01 Initial Appropriation

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#### A. SUPPLEMENTAL APPROPRIATIONS

##### Public Act 81 of 2001

- Budget Reductions.** The supplemental included a 0.5% GF/GP reduction in order to meet reduced revenue estimates. Reductions were taken from the Operations line item.
- Human Resources Management Network (HRMN).** Supplemental funding was included to support the continuing implementation of HRMN.

Gross	(56,000)
GF/GP	(56,000)
Gross	3,211,000
Restricted	2,000,000
GF/GP	1,211,000

#### B. CONTINGENCY FUNDS - NONE

#### C. TRANSFERS

##### State Budget Office Letter 9-14-01

**Fund Source Adjustments.** As the Department of Civil Service collects the 1.0% charge authorized by the Michigan Constitution from other State departments, the funds often come from fund sources other than those originally estimated. The schedule of the appropriations process means that the charges to fund sources in the enacted bill are based on information from two years prior to when the funds are spent. Actual expenditures may be from different sources. This transfer adjusted the authorization to accept the funds from the source from which they were available.

Gross	0
IDG	100,702
Federal	465,259
Local	57,930
Private	(124,095)
Restricted	(499,796)
GF/GP	0



**YEAR-TO-DATE FY 2000-01 APPROPRIATION**

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**Change from FY 2000-01  
Initial Appropriation**

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FTE	230.5
Gross	33,560,600
IDG	3,400,702
Federal	5,244,359
Local	1,757,930
Private	25,905
Restricted	10,757,804
GF/GP	12,373,900

## CLEAN MICHIGAN INITIATIVE

### INITIAL FY 2000-01 APPROPRIATION

There was no initial appropriation for the Clean Michigan Initiative in FY 2000-01.

FTE	0.0
Gross	0
IDG	0
Federal	0
Local	0
Private	0
Restricted	0
GF/GP	0

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### Change from FY 2000-01 Initial Appropriation

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### A. SUPPLEMENTAL APPROPRIATIONS

#### 1. Public Act 506 of 2000

**a. Contaminated Lake and River Sediments Cleanup Program.** Funds were appropriated for the removal of lake and river sediments in order to reduce or eliminate the mass of bioaccumulative toxins (e.g., polychlorinated biphenyls (PCBs), mercury, and DDT) in certain lakes and rivers. From the \$25 million in Clean Michigan Initiative (CMI) funds allocated for remediation of contaminated lake and river sediments, \$11,500,000 remained after this supplemental for future appropriation.

Gross	3,980,000
Restricted	3,980,000
GF/GP	0

**b. Nonpoint Source Pollution Prevention and Control Projects Program.** Funds were included for grants to local units of government or nonprofit entities for projects that implement the physical improvement portion of approved watershed plans, projects that reduce specific nonpoint sources of pollution, or wellhead protection projects that are consistent with approved wellhead protection plans, including plugging abandoned wells, and purchasing land or land rights to protect aquifer recharge areas. From the \$50 million allocated by CMI implementation legislation for nonpoint source pollution prevention and control projects, \$31 million remained for future appropriation.

Gross	7,250,000
Restricted	7,250,000
GF/GP	0

**c. Conservation Reserve Enhancement Program Match.** CMI - Clean Water Fund dollars for matching Federal Conservation Reserve Enhancement Program funds were included. Funds support implementation of water quality practices including grassed waterways, riparian buffer strips, filter strips, windbreaks, and wetland restoration and creation. The program is coordinated with the Department of Agriculture.

Gross	2,000,000
Restricted	2,000,000
GF/GP	0

- d. Failing On-Site Septic Systems.** CMI - Clean Water Fund dollars were provided for identifying, assessing the extent of, and determining the impact of failing on-site septic systems; and for implementing corrective measures where failing onsite systems are determined to threaten or impair drinking water supplies, lakes and rivers, etc.
- e. Illicit Storm Sewer Connections Grant Program.** CMI -Clean Water Fund dollars for grants to identify and eliminate illicit connections to storm sewers were included.
- f. Protecting High Quality Waters.** CMI - Clean Water Fund dollars were included for grants to implement approved watershed plans that emphasize protecting high quality waters. Eligible watershed plan activities include developing conservation easements to protect riparian corridors; establishing riparian buffers; educating the local public about the value of and protection of a local resource; and preventing further erosion of stream banks and road-stream crossings.
- g. Remedial Action Plan and Lakewide Management Plan Implementation Grant Program.** Water quality protection and improvement activities eligible to be funded with CMI - Clean Water Fund dollars provided in the supplemental include creating structures or restoring streams to re-establish fish habitat or macroinvertebrate and in-stream fish habitat; creating structures to manage rates of storm water discharge to streams; implementing programs to educate watershed residents; restoring wetlands to filter storm water; and planning pollution prevention recommendations.
- h. Voluntary Storm Water Permit Grants.** CMI - Clean Water Fund dollars were provided for grants to implement approved watershed plans developed under a voluntary storm water permit. Activities eligible for grant funding include construction or improvement of retention ponds or wetlands; eroding road-stream crossing stabilization projects; and pollution prevention and public education programs.
- i. Environmental Cleanup and Redevelopment Program.** CMI - Response Activity funds were provided for the Cleanup and Redevelopment Program for 77 projects at sites with redevelopment potential, and eight projects posing a risk to the public's health or the environment. From the \$335 million allocated by CMI implementation legislation for response activities, nearly \$194 million remained for future appropriation after this and the following two appropriations were enacted.
- j. NPL - Municipal Landfill Match Grants Program.** CMI - Response Activity funds were provided for the Municipal Landfill Grant Program, which provides reimbursement to local units of government for up to 50% of the cost of response activities at municipal solid waste landfills on, or proposed for inclusion on, the National Priorities List of contaminated sites.

Change from FY 2000-01 Initial Appropriation	
Gross	2,000,000
Restricted	2,000,000
GF/GP	0
Gross	3,000,000
Restricted	3,000,000
GF/GP	0
Gross	3,000,000
Restricted	3,000,000
GF/GP	0
Gross	3,000,000
Restricted	3,000,000
GF/GP	0
Gross	1,500,000
Restricted	1,500,000
GF/GP	0
Gross	58,783,000
Restricted	58,783,000
GF/GP	0
Gross	2,000,000
Restricted	2,000,000
GF/GP	0

		<b>Change from FY 2000-01 Initial Appropriation</b>	
<b>k. Leaking Underground Storage Tank Cleanup Program.</b> CMI-Response Activity funds for 69 projects at facilities with redevelopment potential, and 30 projects at sites that pose an imminent or substantial risk to the public's health or the environment were included.	Gross	3,085,000	
	Restricted	3,085,000	
	GF/GP	0	
<b>l. Local Recreation Grants.</b> Funding for the third round of CMI Fund-supported local recreation grants was included. The funding provided grants for 44 local and three regional recreation projects in 30 counties. From the \$50 million allocated by CMI implementation legislation for local recreation grants, \$13,351,500 remained for future appropriation.	Gross	12,733,800	
	Restricted	12,733,800	
	GF/GP	0	
<b>m. State Parks Infrastructure.</b> The remaining CMI - State parks infrastructure funding was provided for 47 projects at 15 State parks. With this appropriation, the entire \$50 million allocated by CMI implementation legislation for State parks infrastructure has been appropriated.	Gross	21,820,000	
	Restricted	21,820,000	
	GF/GP	0	
<b>2. Public Act 81 of 2001</b>			
<b>Local Recreation Grants.</b> Funding for the fourth and final round of CMI Fund supported local recreation grants was included. The funding provided grants for 48 local recreation projects in 25 counties. This appropriation represents the last of the \$50 million allocated by CMI implementation legislation for local recreation grants.	Gross	12,188,300	
	Restricted	12,188,300	
	GF/GP	0	
<b>B. CONTINGENCY FUNDS - NONE</b>			
<b>C. TRANSFERS - NONE</b>			
<b>YEAR-TO-DATE FY 2000-01 APPROPRIATION</b>			
	FTE	0.0	
	Gross	136,340,100	
	IDG	0	
	Federal	0	
	Local	0	
	Private	0	
	Restricted	136,340,100	
	GF/GP	0	

## COMMUNITY COLLEGES

### INITIAL FY 2000-01 APPROPRIATION

The initial appropriation was contained in Public Act 272 of 2000. See the FY 2000-01 Appropriations Report published in August 2000 for a detailed description.

Gross	325,061,719
IDG	0
Federal	0
Local	0
Private	0
Restricted	10,000,000
GF/GP	315,061,719

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### Change from FY 2000-01 Initial Appropriation

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A. SUPPLEMENTAL APPROPRIATIONS - NONE

B. CONTINGENCY FUNDS - NONE

C. TRANSFERS - NONE

### YEAR-TO-DATE FY 2000-01 APPROPRIATION

Gross	325,061,719
IDG	0
Federal	0
Local	0
Private	0
Restricted	10,000,000
GF/GP	315,061,719

## DEPARTMENT OF COMMUNITY HEALTH

### INITIAL FY 2000-01 APPROPRIATION

The initial appropriation was contained in Public Act 296 of 2000. See the FY 2000-01 Appropriations Report published in August 2000 for a detailed description.

FTE	6,258.1
Gross	8,564,377,900
IDG	72,087,300
Federal	4,461,470,600
Local	910,969,100
Private	49,649,300
Restricted	383,210,400
GF/GP	2,686,991,200

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### Change from FY 2000-01 Initial Appropriation

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### A. SUPPLEMENTAL APPROPRIATIONS

#### 1. Public Act 506 of 2000

**Funding Shift for Elder Prescription Insurance Coverage (EPIC) Program.** Due to the delay in passage of the EPIC statute, Public Act 506 of 2000 shifted \$4.5 million in Restricted funding from the EPIC line back to the Michigan Pharmaceutical Program line, to ensure that the Michigan Pharmaceutical Program would be fully funded in FY 2000-01.

Gross	0
GF/GP	0

#### 2. Public Act 81 of 2001

**a. Budget Reductions.** Public Act 81 of 2001 included a 0.5% GF/GP reduction. Reductions were taken from projected lapses in a number of line items.

Gross	(13,435,000)
GF/GP	(13,435,000)

**b. Fund Source Adjustment.** Public Act 81 of 2001 included a technical adjustment to the fund source for the \$4.5 million shift from the EPIC line by Public Act 506 (item A.1 above), to reflect the fact that the funding shifted was actually Tobacco Settlement funding, not State Restricted funds.

Gross	0
Restricted	0
GF/GP	0

**c. Veto Restoration.** Boilerplate language regarding Smoking Prevention spending in Public Act 296 of 2000 was vetoed, with \$1,500,000 in Restricted funding mistakenly removed after the boilerplate was vetoed. Public Act 81 of 2001 restored this funding.

Gross	1,500,000
Restricted	1,500,000
GF/GP	0

### B. CONTINGENCY FUNDS

#### 1. State Budget Office Letter 5-21-01

		Change from FY 2000-01 Initial Appropriation	
a. <b>Special Populations Health Care.</b> Additional Federal funding was available from the Health Resources and Services Administration for the Rural Health Program. This funding was used to increase an existing contract with the Michigan Center for Rural Health at Michigan State University.	Gross	490,700	
	Federal	490,700	
	GF/GP	0	
b. <b>Housing and Support Services.</b> Funding for the Federal Projects for Assistance in Transition from Homelessness (PATH), Shelter Plus Care, and Housing for Persons with AIDS (HOPWA) grants increased. These additional funds were used to support housing services for people with chronic mental illness, people with chronic substance abuse, and people with AIDS.	Gross	90,000	
	Federal	90,000	
	GF/GP	0	
c. <b>Special Projects.</b> The Federal Health Resources and Services Administration and the Public Health Services Administration made additional funding available for various special projects including birth defects surveillance, newborn screening, and poison control hotlines.	Gross	100,000	
	Federal	100,000	
	GF/GP	0	
d. <b>Pediatric AIDS Prevention and Control.</b> The Federal Health Resources and Services Administration made additional funding available for Pediatric AIDS programming.	Gross	41,000	
	Federal	41,000	
	GF/GP	0	
e. <b>Family Planning Local Agreements.</b> The Federal Public Health Services Administration made additional family planning funding available. This funding was used to support the existing family planning program.	Gross	294,000	
	Federal	294,000	
	GF/GP	0	
f. <b>Maternity Outpatient Medical Services (MOMS) Program.</b> Due to increased participation in the MOMS program, additional Maternal and Child Health Block Grant funding was made available. The MOMS program provides prenatal care for low-income pregnant women who have not been determined eligible for the Medicaid program.	Gross	1,500,000	
	Federal	1,500,000	
	GF/GP	0	
g. <b>Cancer Prevention and Control.</b> The Federal Public Health Services Administration made increased funding available for the Breast and Cervical Cancer Early Detection Program, the Comprehensive Cancer Control Program, and the Wisewoman Integrated Screening and Evaluation Program.	Gross	2,257,800	
	Federal	2,257,800	
	GF/GP	0	
h. <b>Diabetes Program.</b> The Federal Public Health Services Administration made additional Federal diabetes funding available, for use in diabetes control programming.	Gross	109,600	
	Federal	109,600	
	GF/GP	0	
i. <b>Chronic Disease Prevention.</b> In the FY 2000-01 budget, funding of \$1,086,000 from a court settlement on women's shoes price fixing was appropriated for a women's cardiovascular program. Final available court settlement funding was \$1,154,300 and this transfer increased authorization to enable all of that funding to be used.	Gross	69,000	
	Restricted	69,000	
	GF/GP	0	

		Change from FY 2000-01 Initial Appropriation	
j. <b>Public Health Traffic Safety Coordination.</b> The Federal Office of Highway Safety and Planning made available additional funding for child and passenger safety education programs. The Department used these funds to increase contractual services for education and training related to the use of child restraints, child safety seats, and bicycle helmet use.	Gross	240,000	
	Federal	240,000	
	GF/GP	0	
k. <b>Sexually Transmitted Disease Control Local Agreements.</b> Due to an increase in syphilis incidence in southeastern Michigan, the Federal Public Health Services Administration made available additional funding for sexually transmitted disease treatment and testing programs.	Gross	658,100	
	Federal	658,100	
	GF/GP	0	
l. <b>Sexually Transmitted Disease Control Management and Field Support.</b> The Federal Public Health Services Administration made available additional funding for changes in laboratory procedures and supplies for sexually transmitted disease testing.	Gross	444,700	
	Federal	444,700	
	GF/GP	0	
m. <b>Crime Victims Grants Administration Services.</b> The Federal Victims of Crime Act Assistance grant was increased for phase II of the State Integrated Grant Management Application (SIGMA) system upgrade, which replaced paper reporting with electronic grant reporting. Additionally, State Restricted funds available from the Crime Victims' Rights Fund were made available for increased costs associated with the Michigan Crime Victim Notification Network.	Gross	220,000	
	Federal	125,000	
	Restricted	95,000	
	GF/GP	0	
n. <b>Mental Health/Substance Abuse Program Administration.</b> The Department was able to identify additional Federally-matchable administrative costs in this line and thus was able to claim additional Federal Medicaid funding.	Gross	90,000	
	Federal	90,000	
	GF/GP	0	
o. <b>Assertive Community Treatment Programs Grant.</b> The Flinn Foundation provided a grant for an evaluation of Assertive Community Treatment programs.	Gross	125,000	
	Private	125,000	
	GF/GP	0	
p. <b>Medicaid Mental Health Services.</b> As individuals are transferred from State facilities to the community, the dollars associated with their treatment are shifted to the Community Mental Health (CMH) system. This transfer reflected the increased Medicaid revenue made available to CMHs due to the shift of developmentally disabled individuals from institutions to the community. An associated transfer noted below (item C.1.a.) from the CMH Non-Medicaid line, provided the GF/GP match necessary to draw down this increased Medicaid funding.	Gross	2,724,700	
	Federal	2,724,700	
	GF/GP	0	
q. <b>Federal Mental Health Block Grant.</b> The final Federal Mental Health Block Grant allocation for Michigan was greater than the amount originally assumed for FY 2000-01. The Department used the additional funding for jail and juvenile justice diversion programs.	Gross	2,700,000	
	Federal	2,700,000	
	GF/GP	0	



		Change from FY 2000-01 Initial Appropriation	
<b>r. Forensic Center Staffing.</b> The original FY 2000-01 budget did not have enough funding to cover staffing levels at the Forensic Center, so this transfer was proposed and adopted.		Gross	749,400
		Restricted	749,400
		GF/GP	0
<b>s. Michigan Essential Health Provider.</b> The Michigan Essential Health Provider Program repays medical school loans for health care professionals who agree to practice in designated medically underserved areas. Federal dollars are made available to match private contributions, which usually are provided by hospitals, and this transfer reflected the total amount of private contributions and Federal match that was available in FY 2000-01.		Gross	220,000
		Federal	110,000
		Private	110,000
		GF/GP	0
<b>2. State Budget Office Letter 9-14-01</b>			
<b>a. Medicaid Mental Health Services Authorization.</b> Due to the closure of the Southgate Developmentally Disabled facility, many of the facility's former residents were transferred to the community. As these individuals are Medicaid eligible, the services provided to them by their local CMH earn Medicaid match, and this transfer increased authorization to reflect that shift in services.		Gross	6,800,000
		Federal	6,800,000
		GF/GP	0
<b>b. State Facility Medicaid Costs.</b> The number of Medicaid-eligible clients at various State facilities was higher than assumed in the development of the FY 2000-01 budget, so these facilities were able to claim additional Federal Medicaid revenue, thus necessitating this transfer to increase authorization.		Gross	6,000,000
		Federal	6,000,000
		GF/GP	0
<b>c. Forensic Center Pharmaceutical Costs.</b> The Forensic Center had an ongoing shortfall due to increases in pharmaceutical costs. A total of \$385,200 was transferred into the line, \$200,000 from local contingency funds, and \$185,200 in what was believed to be surplus funding from the Purchase of Medical Services for Residents of Hospitals and Centers line.		Gross	200,000
		Local	200,000
		GF/GP	0
<b>d. Mental Health/Substance Abuse Program Administration.</b> The Department was able to identify additional administrative expenditures in the Mental Health/Substance Abuse Program Administration line that were Medicaid-reimbursable.		Gross	100,000
		Federal	100,000
		GF/GP	0
<b>e. Increased Federal Authorization for Chronic Disease Line Items.</b> The Federal Diabetes Cooperative Award, the Federal School Health Education Grant, and the Federal Domestic Violence Grant all were greater than anticipated in the development of the FY 2000-01 budget. This transfer reflected the increased Federal funding. The funding was spent to continue current projects.		Gross	239,000
		Federal	239,000
		GF/GP	0
<b>f. Ryan White CARE Grants Increase.</b> The Federal Ryan White CARE grants were authorized at a higher level than originally assumed in the FY 2000-01 budget development. These funds were used to continue ongoing projects.		Gross	1,800,000
		Federal	1,800,000
		GF/GP	0

		Change from FY 2000-01 Initial Appropriation	
<b>g. Title X Family Planning Local Agreements.</b> The Federal Title X Family Planning Grant was authorized at a higher level than originally assumed. The additional funding was used to continue current projects.		Gross	265,000
		Federal	265,000
		GF/GP	0
<b>h. Special Projects Federal Funding.</b> A number of increased Federal grants were received to continue and to expand special projects, such as pregnancy risk assessment, abstinence education, universal newborn hearing screening, and oral disease prevention.		Gross	560,000
		Federal	560,000
		GF/GP	0
<b>i. Women, Infants, and Children (WIC) Manufacturer Rebates.</b> The WIC program is partially funded by rebates from manufacturers of infant formula. This transfer reflected a more accurate estimate of total rebates for FY 2000-01. The funding was used to cover anticipated program expenditures.		Gross	1,562,700
		Private	1,562,700
		GF/GP	0
<b>j. Increased Federal Authorization for Aging Programs.</b> The U.S. Department of Agriculture, Department of Labor, and Older Americans Title III program all provided additional money to the State for various services to the elderly, including community services, nutrition services, and employment assistance programs.		Gross	5,722,000
		Federal	5,722,000
		GF/GP	0
<b>k. Medicaid Encounter Data System.</b> The Department embarked on developing a Medicaid Encounter Data System to collect specific health care data related to the State's managed care program in order to assist in the analysis of that program. This transfer reflected the availability of additional Federal Medicaid funds for development of the system.		Gross	1,743,000
		Federal	1,743,000
		GF/GP	0
<b>3. State Budget Office Letter 11-1-01</b>			
<b>a. Rent and Building Occupancy.</b> The Rent and Building Occupancy line faced a year-end shortfall. This shortfall was resolved with a transfer of \$217,100 from excess revenues available in the worker's compensation line as well as contingency fund transfers from Federal and Restricted sources.		Gross	420,100
		Federal	411,600
		Restricted	8,500
		GF/GP	0
<b>b. Health Insurance Portability and Accountability Act (HIPAA) Program.</b> The Department started a work project in FY 2000-01 to cover the Federal mandates related to HIPAA. This transfer reflected the additional Medicaid authorization available to cover those costs. A related transfer noted below (item C.3.c.) provided the GF/GP funding necessary to draw down this Federal match.		Gross	9,000,000
		Federal	9,000,000
		GF/GP	0
<b>c. State Psychiatric Facilities.</b> The number of Medicaid-eligible clients at various State psychiatric facilities was higher than assumed in the development of the FY 2000-01 budget, so these facilities were able to claim additional Federal Medicaid revenue, thus necessitating this transfer.		Gross	1,050,000
		Federal	1,050,000
		GF/GP	0

		Change from FY 2000-01 Initial Appropriation	
d. <b>Vital Records Fees.</b> Due to an increase in receipts from Vital Records fees, this transfer was made to increase authorization in order to help cover expenditures for the Vital Records system.	Gross	377,500	
	Restricted	377,500	
	GF/GP	0	
e. <b>AIDS/HIV Drug Assistance Program Rebates.</b> The AIDS/HIV Drug Assistance Program is partially funded by manufacturer rebates. This transfer increased the authorization for that line to reflect the actual level of manufacturer rebates received.	Gross	167,700	
	Private	167,700	
	GF/GP	0	
f. <b>Senior Respite Care Program.</b> Surplus escheat funds from Blue Cross and Blue Shield of Michigan are credited, under Public Act 180 of 1981, to the Senior Care Respite Fund. Available escheats revenues were greater in FY 2000-01 than budgeted, so this transfer increased authorization to permit expenditure of those funds on respite care services.	Gross	200,000	
	Restricted	200,000	
	GF/GP	0	
g. <b>WIC Program Federal Revenue.</b> The U.S. Department of Agriculture made additional Federal revenue available for the State's WIC Program. This transfer increased authorization to permit expenditure of those funds.	Gross	2,406,300	
	Federal	2,406,300	
	GF/GP	0	
h. <b>Sexually Transmitted Disease Control Management and Field Support.</b> The Federal Centers for Disease Control made additional Federal revenue available for Sexually Transmitted Disease programming.	Gross	60,000	
	Federal	60,000	
	GF/GP	0	
i. <b>Laboratory Services Bioterrorism Funding.</b> The Federal government made additional bioterrorism preparedness funding available. This funding was used to upgrade public health capability to detect and control bioterrorism attacks.	Gross	75,000	
	Federal	75,000	
	GF/GP	0	
j. <b>Maternity Outpatient Medical Services (MOMS) Program.</b> Due to increased participation in the MOMS program, additional Maternal and Child Health Block Grant funding was made available. This second transfer brought the total contingency fund transfers for the MOMS program to \$3,200,000, or up to \$5,000,000 from an original assumed authorization of \$1,800,000.	Gross	1,700,000	
	Federal	1,700,000	
	GF/GP	0	
k. <b>Primary Care Services Data Analysis Funding.</b> The Federal government made available additional spending authorization for data analysis and technical assistance related to primary care services for isolated population groups.	Gross	10,000	
	Federal	10,000	
	GF/GP	0	
l. <b>Medicaid.</b> As part of the typical year-end adjustments to Medicaid, additional local and Restricted revenue was made available to support the program. Increased local revenue of \$19,800,000 was added to the Hospital Services line. The transfer also added \$18,500,600 in Restricted revenue, including \$6,885,500 to the Hospital Services line, \$976,100 to the Physician Services line, and \$10,639,000 to the Health Plan Services line.	Gross	38,300,600	
	Local	19,800,000	
	Restricted	18,500,600	
	GF/GP	0	

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**Change from FY 2000-01  
Initial Appropriation**

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**C. TRANSFERS**

**1. State Budget Office Letter 5-21-01**

- |  |       |   |
|--|-------|---|
| <p><b>a. Medicaid Mental Health Services.</b> This transfer, which is associated with the May Federal contingency fund transfer noted above (item B.1.p.), reflected the GF/GP costs due to the shift of developmentally disabled individuals from institutions to the community. A total of \$2,125,300 GF/GP funding was transferred from the CMH Non-Medicaid Services line to the CMH Medicaid line to provide a match for the Medicaid funds transferred in the May contingency transfer.</p>   | Gross | 0 |
|  | GF/GP | 0 |
|  |       |   |
| <p><b>b. Kalamazoo Psychiatric Hospital.</b> The census at the Kalamazoo Psychiatric Hospital exceeded that assumed in the original appropriation. Transfers of \$500,000 apiece from available surplus revenue at the Southgate Center and the Reuther Psychiatric Hospital were made to cover costs at Kalamazoo.</p>  | Gross | 0 |
|  | GF/GP | 0 |
|  |       |   |
| <p><b>c. Closed Site Costs.</b> Funding was insufficient to cover maintenance and security costs at the now-closed Fairlawn Center, so a transfer of \$205,000 in available surplus revenue from the Severance Pay line was made to the Closed Site Costs line.</p>  | Gross | 0 |
|  | GF/GP | 0 |
|  |       |   |
| <p><b>d. Medicaid Adjustments.</b> Due to a larger-than-expected increase in Federal Medicare Premiums, the Medicare Premium Payments line was in deficit by \$9,333,300. Due to significant increases in costs for pharmaceutical products, the Pharmaceutical Services line was in deficit by \$118,099,600. Surplus funds in the Hospital (\$58,000,000), Physician (\$8,000,000), Health Plan Services (\$57,000,000), and Long-Term Care Services (\$4,432,900) lines were used to cover these funding shortfalls. The availability of funds in the lines with surpluses was due to changes in the number of individuals in managed care.</p> | Gross | 0 |
|  | GF/GP | 0 |

**2. State Budget Office Letter 9-14-01**

- |  |       |   |
|--|-------|---|
| <p><b>a. Community Residential and Support Services.</b> The Community Residential and Support Services line faced a \$360,000 deficit, which was resolved through the transfer of available surplus funds from the Severance Pay line (\$280,000) and the Mental Health/Substance Abuse Administration line (\$80,000).</p>       | Gross | 0 |
|  | GF/GP | 0 |
|  |       |   |
| <p><b>b. Health Education, Promotion, and Research Programs Shortfall.</b> The Health Education, Promotion, and Research Programs line faced a deficit of \$158,000, which was alleviated through the transfer of an identical amount of available surplus funding from the Mental Health/Substance Abuse Administration line.</p> | Gross | 0 |
|  | GF/GP | 0 |

**3. State Budget Office Letter 11-1-01**

		Change from FY 2000-01 Initial Appropriation	
		Gross	0
		GF/GP	0
a. <b>Purchase of Medical Services for Residents of Hospitals and Centers.</b> Due to an earlier transfer that exceeded available revenue, the Purchase of Medical Services line faced a \$100,000 deficit, which was eliminated through the transfer of \$100,000 in available surplus funding from the Mental Health/Substance Abuse Administration line.		Gross	0
		GF/GP	0
b. <b>Children's Special Health Care Services Conveyor Contract.</b> The Conveyor Contract line covers transportation costs for children eligible for the Children's Special Health Care Services program. The line faced a deficit of \$156,200, which was addressed through the transfer of \$156,200 in available surplus revenue from the Children's Special Health Care Services administration line.		Gross	0
		GF/GP	0
c. <b>Health Insurance Portability and Accountability Act (HIPAA) Program.</b> A contingency fund transfer noted above (item B.3.b.) provided \$9 million in Federal funding if a GF/GP match was provided for a work project started in FY 2000-01 to cover Federal mandates related to HIPAA. This transfer provided the GF/GP match by moving \$650,000 in excess revenues available in the worker's compensation line as well as \$300,000 in excess funding available in the Medical Services Administration line to this project.		Gross	0
		GF/GP	0
d. <b>Medicaid.</b> As part of the typical year-end adjustments to Medicaid, funding from accounts with surpluses was shifted to accounts with deficits. The funds shifted from surplus accounts included \$4,800,000 from Children's Special Health Care Services, \$1,136,000 from Home Health Services, \$18,461,000 from Pharmaceutical Services, \$1,826,000 from Medicare Premium Payments, \$57,829,400 from School-based Services, and \$2,914,000 from Personal Care Services. None of these surpluses were due to program changes or reductions in services. The increased funding went to cover shortfalls in Hospital Services (\$30,994,500), Physician Services (\$15,249,900), Health Plan Services (\$3,000,000), Transportation (\$439,000), Auxiliary Medical Services (\$7,512,000), Long-Term Care Services (\$24,784,000), and Maternal and Child Health (\$4,987,000).		Gross	0
		GF/GP	0
<b>YEAR-TO-DATE FY 2000-01 APPROPRIATION</b>		FTE	6,258.1
		Gross	8,644,325,800
		IDG	72,087,300
		Federal	4,511,388,100
		Local	930,969,100
		Private	51,614,700
		Restricted	404,710,400
		GF/GP	2,673,556,200

## DEPARTMENT OF CONSUMER AND INDUSTRY SERVICES

### INITIAL FY 2000-01 APPROPRIATION

The initial appropriation was contained in Public Act 293 of 2000. See the FY 2000-01 Appropriations Report published in August 2000 for a detailed description.

FTE	4,182.4
Gross	529,756,600
IDG	109,200
Federal	237,626,000
Local	0
Private	745,900
Restricted	207,513,200
GF/GP	83,762,300

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### Change from FY 2000-01 Initial Appropriation

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### A. SUPPLEMENTAL APPROPRIATIONS

#### Public Act 81 of 2001

**Budget Reductions.** The supplemental included a 0.5% General Fund reduction applied to most budgets due to declining revenue estimates. Reductions included:

Gross	(418,800)
GF/GP	(418,800)

Bureau of Hearings	(2,400)
Executive Director Programs	(30,000)
Administrative Services	(50,000)
Technology Support	(4,400)
Office of Fire Safety	(30,000)
Tax Tribunal Operations	(48,200)
Occupational Regulation-Consumer Services	(68,000)
Worker's Disability Compensation Administration	(58,600)
Occupational Safety and Health	(88,000)
AFC, Children's Welfare, and Day Care Licensure	(39,200)

### B. CONTINGENCY FUNDS

#### State Budget Office Letter 5-21-01

1. **Unemployment Programs.** This transfer increased Federal spending authority to reflect expenditures more accurately. Due to changes to the new Remote Initial Claims System, additional revenue was needed to cover the costs for equipment, renovations, and program development. Additionally, as the unemployment rate rose, more revenue was needed to cover the increased workload activity costs associated with processing claims.

Gross	14,000,000
Federal	14,000,000
GF/GP	0

2. **Administration, Planning, and Regulation.** This transfer increased spending authority to reflect additional Federal revenue. The additional revenue was used to fund two projects. The Michigan Damage Prevention Board received \$40,000 for enforcement on excavation projects and an education and safety program. The \$300,000 project was a marketing campaign for the "Miss Dig" program.
3. **Health Services.** This transfer increased spending authority to allow for a one-time grant to the Michigan Health Council. The grant was used to create two websites to address the shortage of nurses in Michigan. One website is an employment website, and the other is an informational website to promote nursing as a profession to high school students.

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**Change from FY 2000-01  
Initial Appropriation**

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Gross	340,000
Federal	340,000
GF/GP	0

Gross	161,000
Restricted	161,000
GF/GP	0

**C. TRANSFERS**

**State Budget Office Letter 11-01-01**

1. **Health Systems Administration.** This transfer covered a shortfall in Federal Medicaid and Medicare reimbursement. A portion of this shortfall was attributed to the certification of nursing homes that do not participate in Medicaid/Medicare, which reduced the amount of Federal reimbursement that was available to the Bureau of Health Systems. The remaining portion resulted from the cap on Federal Medicare awards at 1999 levels, which were insufficient to cover economic increases associated with the Nursing Home Certification Program. The transfer shifted \$100,000 GF/GP from Health Services to Health Systems Administration.
2. **Nursing Home Quality Incentive Grants.** The Nursing Home Quality Incentive Grant Program competitively awards funding to nursing homes throughout the State as an incentive to improve the quality of life for the residents. Some homes that are awarded these grants do not participate in Medicaid/Medicare, and therefore are not eligible for the Federal match portion of the grant. This transfer shifted \$700,000 GF/GP from several line items (Tax Tribunal Operations, Worker's Disability Compensation Administration, and Worker's Disability Board of Magistrates) to the incentive grants line item.

Gross	0
GF/GP	0

Gross	0
GF/GP	0

**YEAR-TO-DATE FY 2000-01 APPROPRIATION**

FTE	4,182.4
Gross	543,838,800
IDG	109,200
Federal	251,966,000
Local	0
Private	745,900
Restricted	207,674,200
GF/GP	83,343,500

## DEPARTMENT OF CORRECTIONS

### INITIAL FY 2000-01 APPROPRIATION

The initial appropriation was contained in Public Act 237 of 2000. See the FY 2000-01 Appropriations Report published in August 2000 for a detailed description.

FTE	16,784.8
Gross	1,703,858,400
IDG	6,710,500
Federal	26,633,600
Local	429,500
Private	0
Restricted	50,484,300
GF/GP	1,619,600,500

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### Change from FY 2000-01 Initial Appropriation

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#### A. SUPPLEMENTAL APPROPRIATIONS - NONE

#### B. CONTINGENCY FUNDS

##### 1. State Budget Office Letter 5-21-01

- a. **Library Services.** The Library and Technology Services Act made available Federal funds to assist prisoners who have difficulty using the library.

Gross	125,000
Federal	125,000
GF/GP	0

- b. **Substance Abuse.** The Department of Corrections (DOC) applied for Federal Residential Substance Abuse Treatment Funds, although the budget was not based on the receipt of those funds. This transfer recognized the funds awarded to the State.

Gross	1,362,800
Federal	1,362,800
GF/GP	0

- c. **Housing Federal Inmates.** The Department negotiated an increase in reimbursement rates for housing Federal prisoners. This transfer recognized the rate increase from \$66 a day to \$93 a day.

Gross	51,000
Federal	51,000
GF/GP	0

##### 2. State Budget Office Letter 9-14-01

- a. **Social Security Administration Reimbursement.** In exchange for providing the Social Security Administration with a list of newly incarcerated inmates in order to prevent prisoners from receiving Social Security benefits, the DOC receives Federal Social Security Administration reimbursement. The transfer funded the administrative costs of tracking prisoner Social Security numbers.

Gross	150,000
Federal	150,000
GF/GP	0

- b. **Housing Federal Inmates.** The Department's recent negotiation of an increase in reimbursement rates for housing Federal prisoners (item B.1.c.) provided more Federal revenue than previously expected. This transfer recognized the additional reimbursement.

Gross	21,000
Federal	21,000
GF/GP	0



c. **Parole and Probation Oversight Fees.** According to statute, offenders on parole or probation must pay oversight and supervisory fees. The funds were available because the Department received fees exceeding projections. This transfer funded shortfalls in the field operations personnel budget.

d. **Tether Operations.** This transfer provided additional funds for the cost of tether operations, i.e., electronic monitoring of released prisoners. According to the annual appropriations act, the DOC provides tether services to local communities for a fee. Funding was available because those collections were higher than anticipated.

### 3. State Budget Office Letter 11-01-01

**Michigan Youth Correctional Facility.** This transfer allowed the expenditure of additional Federal funds from the Violent Offender Incarceration/Truth in Sentencing program for increased fuel and utility costs and higher property taxes, insurance, and maintenance at the Michigan Youth Correctional Facility.

#### Change from FY 2000-01 Initial Appropriation

Gross	380,000
Restricted	380,000
GF/GP	0

Gross	68,000
Local	68,000
GF/GP	0

Gross	260,700
Federal	260,700
GF/GP	0

## C. TRANSFERS

### 1. State Budget Office Letter 5-21-01

**Operational Costs.** This transfer provided funds to line items with increased expenditures due to increased caseloads, including detainer expenses (\$2,000,000), parole board operations (\$200,000), extradition costs (\$100,000), and housing inmates in Federal institutions (\$220,000). In addition, it provided \$155,000 for historic shortfalls in Boot Camp-Phase III intensive supervision and provided \$700,000 for community residential programs. It also addressed increased costs for fuel and utilities in the Jackson area (\$1,250,000). Funds were available due to delayed openings at Pugsley, Jackson Maximum, and Southern Michigan Correctional Facilities and other staff vacancies in the Department.

Gross	0
GF/GP	0

### 2. State Budget Office Letter 9-14-01

a. **Health Care.** This transfer provided an additional \$2,000,000 to clinical complexes whose costs had been higher than anticipated due to the composition of the prisoners in the facilities or the specialization of the clinic. Funding was available from complexes that had savings due to position vacancies.

Gross	0
GF/GP	0

		Change from FY 2000-01 Initial Appropriation	
		Gross	0
		GF/GP	0
<b>b. Operational Costs.</b> This transfer provided funds for additional staff and overtime due to increased security at the Thumb Correctional Facility (\$320,000) and the conversion from Level I to Level II security at Lakeland Correctional Facility (\$470,000). Additionally, this transfer provided \$600,000 for training administration due to the fuel and utility cost increases at the DeMarse Training Academy and \$3,410,000 for shortfalls in field operations personnel and programs. The funds were available because of vacancies and lower seniority staffing levels in new units, as well as delayed hiring due to the conversion of the Crane Correctional Facility to a men's facility.			
<b>3. State Budget Office Letter 10-29-01</b>			
		Gross	0
		GF/GP	0
<b>a. Operational Costs.</b> This administrative transfer provided \$4,140,000 for cost/price variances for workers' compensation premiums and increases in fuel and utilities costs at the Baraga (\$100,000) and Chippewa (\$135,000) Correctional Facilities. Funding was available due to vacancies and operational efficiencies in several facilities.			
		Gross	0
		GF/GP	0
<b>b. Court Judgments and Awards.</b> This administrative transfer provided \$5,372,000 for the cost of various court settlements as authorized by Public Act 431 of 1984. Funding was available due to vacancies throughout the Department.			
<b>4. State Budget Office Letter 11-01-01</b>			
		Gross	0
		GF/GP	0
<b>a. Administration and Programs.</b> This transfer provided funding for historical shortfalls in both data processing operations (\$600,000) and reimbursements to counties for detainees (\$900,000). Funding was available from the replacement of General Fund dollars by a Federal Residential Substance Abuse Treatment grant as well as vacancies at the Carson City Correctional Facility.			
		Gross	0
		GF/GP	0
<b>b. Operational Costs.</b> This transfer provided funds for various facility operational accounts. The Michigan Youth Correctional Facility had a shortfall of \$170,000 due to an appropriation oversight, which did not provide GF/GP funds to this line. It was funded instead with Violent Offender Incarceration/Truth in Sentencing funds which may not be used to pay for administrative costs. Additional funding was required to compensate for increased utility costs and inventory adjustments at both the Mound (\$980,000) and the Ryan (\$800,000) Correctional Facilities as well as the transfer of responsibility for one housing unit from Parnall to Egeler (\$120,000). Funding was available due to vacancies at the Saginaw, Cotton, and Ionia Maximum correctional facilities as well as temporary closures at the Parnall and Florence Crane Correctional Facilities.			

- c. **Field Operations.** This transfer provided additional funding to the Community Residential Program which faced a shortfall due to both historical under funding and decreased revenue collections from resident contributions (\$1,755,000). It also provided parole board operations with an additional \$150,000 needed for an increased workload which led to the addition of four FTEs in the FY 2001-02 appropriation. Funding was available due to vacancies in the Executive section as well as certain facilities. The compensatory buyout and union leave bank also had funds available due to lack of requests for buyout during the year, and the Prisoner Rehabilitation Education Program had a surplus after the DOC was released from a consent decree requiring higher education programming.

#### YEAR-TO-DATE FY 2000-01 APPROPRIATION

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#### Change from FY 2000-01 Initial Appropriation

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Gross	0
GF/GP	0

FTE	19,768.8
Gross	1,706,276,900
IDG	6,710,500
Federal	28,604,100
Local	497,500
Private	0
Restricted	50,864,300
GF/GP	1,619,600,500

## DEPARTMENT OF EDUCATION

### INITIAL FY 2000-01 APPROPRIATION

The initial appropriation was contained in Public Act 966 of 2000. See the FY 2000-01 Appropriations Report published in August 2000 for a detailed description.

FTE	457.6
Gross	929,493,300
IDG	518,000
Federal	873,591,700
Local	6,515,000
Private	602,300
Restricted	13,587,600
GF/GP	34,678,700

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### Change from FY 2000-01 Initial Appropriation

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### A. SUPPLEMENTAL APPROPRIATIONS

#### Public Act 81 of 2001

- Budget Reductions.** The supplemental included a 0.5% reduction in order to meet reduced revenue estimates; reductions were taken from a number of items.
- School Breakfast Program.** The supplemental also included additional funding to reimburse schools fully for providing breakfasts at the determined reimbursement rates.

Gross	(173,400)
GF/GP	(173,400)
Gross	650,000
GF/GP	650,000

### B. CONTINGENCY FUNDS

#### State Budget Office Letter 5-21-01

**School Excellence Operations.** This contingency fund transfer allowed for the receipt of private foundation funds from MCI Worldcom for Michigan to partner in the on-line MarcoPolo teacher training program.

Gross	25,000
Private	25,000
GF/GP	0

### C. TRANSFERS

#### 1. State Budget Office Letter 5-21-01

**National Board Certification Grants.** This \$50,000 transfer allowed for a change in the timing of the grant cycle for national board certification, providing more time for Michigan teachers to prepare portfolios and assessment materials. Certification fees were available to facilitate this transfer from the Professional Preparation Operations line.

Gross	0
GF/GP	0

**2. State Budget Office Letter 11-01-01**

**School Breakfast Program.** This \$187,00 transfer was necessary to eliminate a shortfall in reimbursement of school breakfast payments. The funds for this transfer were available from unspent School Readiness Grants.

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**Change from FY 2000-01  
Initial Appropriation**

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Gross	0
GF/GP	0

**YEAR-TO-DATE FY 2000-01 APPROPRIATION**

FTE	457.6
Gross	929,994,900
IDG	518,000
Federal	873,591,700
Local	6,515,000
Private	627,300
Restricted	13,587,600
GF/GP	35,155,300

## DEPARTMENT OF ENVIRONMENTAL QUALITY

### INITIAL FY 2000-01 APPROPRIATION

The initial appropriation was contained in Public Act 275 of 2000. See the FY 2000-01 Appropriations Report published in August 2000 for a detailed description.

FTE	1,631.7
Gross	409,510,800
IDG	17,511,700
Federal	129,737,500
Local	1,103,900
Private	419,900
Restricted	160,831,600
GF/GP	99,906,200

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### Change from FY 2000-01 Initial Appropriation

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### A. SUPPLEMENTAL APPROPRIATIONS

#### 1. Public Act 506 of 2000

**Retired Engineers Technical Assistance Program (RETAP).** RETAP Fund appropriations for the RETAP initiative were included. RETAP uses qualified retired engineers to provide on-site pollution prevention assessments, with a focus on waste reduction and energy efficiency, to small businesses, municipalities, and institutions.

Gross	500,000
Restricted	500,000
GF/GP	0

#### 2. Public Act 81 of 2001

**0.5% Reduction.** A General Fund reduction totaling 0.5% of the total General Fund appropriation for the Department was included in this supplemental.

Gross	(499,600)
GF/GP	(499,600)

#### 3. Public Act 120 of 2001

**a. Tribal Mapping Project.** Excess settlement revenue was appropriated to support approximately one half of the cost of a Michigan Department of Natural Resources contract for a tribal mapping project. The project will provide the State with a database that documents and provides a summary of tribal holdings within the State. This information is useful primarily in the negotiation process over tribal hunting and fishing rights within the State, but is useful also to the Department of Environmental Quality for the purposes of environmental enforcement activities.

Gross	220,000
Restricted	220,000
GF/GP	0

**b. Submerged Log Recovery Program.** An appropriation from the Submerged Log Recovery Fund was included to provide the Department with the resources necessary to review applications and issue permits to remove submerged logs from the Great Lakes bottomlands.

Gross	80,000
Restricted	80,000
GF/GP	0

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**Change from FY 2000-01  
Initial Appropriation**

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**B. CONTINGENCY FUNDS**

**1. State Budget Office Letter 5-21-01**

**Hazardous Waste Program.** United States Environmental Protection Agency (EPA) funds were provided to support two different hazardous waste activities:

- a. Half of the increase supported enhanced efforts to review plans and monitor corrective action at high-priority cleanup sites. The increased resources were intended to accelerate the progress toward meeting corrective action goals at the high-priority facilities with redevelopment potential.
- b. The remaining funds provided the necessary authorization to spend a one-time grant for the Clean Sweep Program. The funding was to be passed through to the Michigan Department of Agriculture (MDA) for the construction of two permanent household hazardous waste facilities, one in Lansing and one in Alpena, that will provide free collection and disposal of pesticides and mercury for Michigan residents. The MDA will provide the required \$20,000 matching funds. The two new facilities will bring the total number of household hazardous waste facilities in the State to 16.

Gross	120,000
Federal	120,000
GF/GP	0

**2. State Budget Office Letter 6-1-01**

**Office of Great Lakes.** United States Department of the Interior funds were provided for the following efforts:

- To support a Council of Great Lakes Governors Ballast Water Task Force in its efforts to develop a range of options for inhibiting the further introduction of exotic species from ballast water discharges into the Great Lakes and connecting waters, and to outline and advise the Great Lakes Governors on these options.
- To develop and assess State education programs concerning aquatic nuisance species.
- To sample and monitor Lake Superior for the presence or introduction of nonnative species.
- To provide staff support for the Office of Great Lakes to meet the goals of the Comprehensive State Management Plan to Control Nonindigenous Aquatic Nuisance Species, and to enhance nonindigenous aquatic nuisance species control program coordination.

Gross	174,100
Federal	174,100
GF/GP	0

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**Change from FY 2000-01  
Initial Appropriation**

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**3. State Budget Office Letter 9-14-01**

**Radon Program.** This transfer enabled the Department to receive and spend available Environmental Protection Agency funds for the Indoor Radon Program. The Indoor Radon Program provides technical training to State and local agencies to provide for expanded public outreach efforts, and the shift of some program responsibilities to the local level (primarily local health departments).

Gross	12,000
Federal	12,000
GF/GP	0

**C. TRANSFERS**

**State Budget Office Letter 5-21-01**

**Floodplain Mapping.** In FY 1999-2000, the budget included a new appropriation line item through which Federal Emergency Management Agency (FEMA) funds were to have been passed to local units of government for floodplain mapping efforts. Changes in the Federal program resulted in a shift of mapping responsibility to State staff in the Department's Land and Water Management Division. Federal funds for local remediation efforts were provided directly to the local units of government, without passing through the State. This transfer shifted the FEMA appropriation from the Grants unit to the Land and Water Management unit to reflect this change in the Federal program implementation.

Gross	0
GF/GP	0

**YEAR-TO-DATE FY 2000-01 APPROPRIATION**

FTE	1,631.7
Gross	410,117,300
IDG	17,511,700
Federal	130,043,600
Local	1,103,900
Private	419,900
Restricted	161,631,600
GF/GP	99,406,600



## EXECUTIVE

### INITIAL FY 2000-01 APPROPRIATION

The initial appropriation was contained in Public Act 276 of 2000. See the FY 2000-01 Appropriations Report published in August 2000 for a detailed description.

FTE	75.0
Gross	5,679,600
GF/GP	5,679,600

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### Change from FY 2000-01 Initial Appropriation

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#### A. SUPPLEMENTAL APPROPRIATIONS

##### Public Act 81 of 2001

1. **Budgetary Savings.** The supplemental included a reduction of \$28,400 to reflect the Executive Office Budgetary Savings of \$28,400 due to reduced revenue estimates, and a reduction of \$25,400 to cover costs associated with SOCC determinations (item 2).

Gross	(53,800)
GF/GP	(53,800)

2. **State Officers Compensation Commission Determinations (SOCC).** The supplemental included \$12,500 for the Governor and \$12,900 for the Lieutenant Governor based on SOCC determinations for calendar year 2001.

Gross	25,400
GF/GP	25,400

#### B. CONTINGENCY FUNDS - NONE

#### C. TRANSFERS - NONE

### YEAR-TO-DATE FY 2000-01 APPROPRIATION

FTE	75.0
Gross	5,651,200
GF/GP	5,651,200

## FAMILY INDEPENDENCE AGENCY

### INITIAL FY 2000-01 APPROPRIATION

The initial appropriation was contained in Public Act 294 of 2000. See the FY 2000-01 Appropriations Report published in August 2000 for a detailed description.

FTE	13,499.6
Gross	3,591,822,500
IDG	765,000
Federal	2,204,258,650
Local	110,646,200
Private	8,513,950
Restricted	50,641,200
GF/GP	1,216,997,500

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### Change from FY 2000-01 Initial Appropriation

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#### A. SUPPLEMENTAL APPROPRIATIONS

##### Public Act 81 of 2001

**Budget Reduction.** The Act provided a shift from Federal to General Fund/General Purpose funds and budgetary savings in order to replace Federal funds lost in child support penalties, as a result of tardy child support enforcement system implementation.

Gross	(36,085,000)
Federal	(35,525,800)
GF/GP	(599,200)

#### B. CONTINGENCY FUNDS

##### 1. State Budget Office Letter 2-21-01

**Energy Assistance.** The transfer increased the Federal Low Income Energy Assistance Program by 112%, to a total of \$127,125,500.

Gross	67,100,000
Federal	67,100,000
GF/GP	0

##### 2. State Budget Office Letter 5-21-01

**a. Independent Living Program.** The transfer provided a 50% increase in Federal authority for the Youth in Transition appropriation for adolescents who, because of their age, are no longer eligible for foster care payments. These youths, 18 to 20 years of age, receive help thorough counseling, housing, and employment and training services.

Gross	2,097,100
Federal	2,097,100
GF/GP	0

**b. Staffing Costs.** An increase in Federal revenue authority, from Temporary Assistance for Needy Families (TANF), Title IV-E of the Social Services Act and other sources, was available to cover an increase in costs of staff support.

Gross	1,912,500
Federal	1,912,500
GF/GP	0

		<b>Change from FY 2000-01 Initial Appropriation</b>	
<b>c. Adoption Services.</b> Additional Federal Adoption Incentive funds become available for State use.	Gross	878,700	
	Federal	878,700	
	GF/GP	0	
<b>d. Community Services Block Grant.</b> The State was notified by the U.S. Department of Health and Human Services of an increase in the State's FY 2000-01 grant award. The funds were distributed equally to the Community Action Agencies for employment, housing, nutrition, emergency, income management, and other self-sufficiency services to low-income residents.	Gross	2,689,000	
	Federal	2,689,000	
	GF/GP	0	
<b>e. Payroll Taxes and Fringe Benefits.</b> The transfer provided increased Federal authorization for the Department's major staff benefits account.	Gross	20,000,000	
	Federal	20,000,000	
	GF/GP	0	
<b>f. Child Support Automation.</b> The Child Support Enforcement System Federal certification requirements were not met in FY 2000-01. To avoid further penalties in FY 2001-02, additional Title IV-D Federal authorization was needed to meet system implementation costs.	Gross	18,000,000	
	Federal	18,000,000	
	Gross	0	
<b>3. State Budget Office Letter 9-14-01</b>			
<b>a. Cash Assistance.</b> The Family Independence Program average monthly caseload projection was increased by 6,200 to 69,600 cases. Additional TANF funds financed the increased number of payments.	Gross	12,000,000	
	Federal	12,000,000	
	GF/GP	0	
<b>b. Child Support Automation.</b> In order to implement fully the Child Support Enforcement System Federal certification requirements, the State needed \$7,843,700 Gross, \$2,666,900 GF/GP. The GF/GP support was needed in order to obtain the available Title IV-D funds. Also, a contingency fund transfer of \$3.3 million was necessary to meet the system costs.	Gross	3,300,000	
	Federal	3,300,000	
	GF/GP	0	
<b>c. Pilot Programs.</b> The transfer provided spending Federal authorization for new projects, such as the Individual Development Accounts (IDAs) and substance abuse aftercare treatment programs, domestic violence STOP grants, and child abuse and neglect programs.	Gross	1,500,000	
	Federal	1,500,000	
	GF/GP	0	
<b>d. Refugee Program.</b> This appropriation is 100% Federal funds. Additional authorization was needed because of an influx of Sudanese refugees into the State, increasing the cost of foster care services for unaccompanied minors; the number served exceeded 120 and more refugees were expected.	Gross	3,000,000	
	Federal	3,000,000	
	GF/GP	0	

		<b>Change from FY 2000-01 Initial Appropriation</b>	
<b>e. Child Care Fund.</b> Additional Temporary Assistance for Needy Families authority was necessary to cover the cost of increased Wayne County Department of Community Justice placement claims. The county restructured its juvenile justice service delivery system, which led to the county's making more placements that were eligible for Fund reimbursement.	Gross	10,100,000	
	Federal	10,100,000	
	GF/GP	0	
<b>f. Emergency Services.</b> The transfer provided additional TANF funds to finance further growth in payments for emergency shelter, utility deposits, property taxes, insurance, and other housing-related services.	Gross	3,300,000	
	Federal	3,300,000	
	GF/GP	0	
<b>g. Juvenile Justice Services.</b> Additional Federal Juvenile Accountability Incentive Block Grant award money was available. Also, a portion of the last two years' grant award was not spent and, therefore, was available.	Gross	2,300,000	
	Federal	2,300,000	
	GF/GP	0	
<b>h. Staff Travel.</b> The travel costs for field staff, such as protective services and foster care workers, were higher than the available appropriation due to increased training, home visits, and fuel costs.	Gross	1,500,000	
	Federal	1,500,000	
	GF/GP	0	
<b>i. Central Support Accounts.</b> Additional Federal revenue was available in order to finance payroll taxes and fringe benefits, as well as agency rent payments. The ability to earn Federal revenue for these accounts provided available State funds to replace Federal and local revenues that could not be earned in the Juvenile Justice Services' personnel appropriation.	Gross	11,400,000	
	Federal	11,400,000	
	GF/GP	0	
<b>j. Family Services Positions.</b> Overspending for additional staff hours and hiring freeze exemptions for protective services and foster care workers enabled the Department to make claims for additional Federal reimbursement.	Gross	1,500,000	
	Federal	1,500,000	
	GF/GP	0	
<b>2. State Budget Office Letter 11-1-01</b>			
<b>a. Foster Care Payments.</b> The transfer provided an increase in the private revenue authorization to reflect the contribution that natural parents make to a child's care in the foster care system.	Gross	900,000	
	Private	900,000	
	GF/GP	0	
<b>b. Payroll Taxes and Fringe Benefits.</b> The transfer provided funds for an overexpenditure based on the number of employees, number of hours worked, and benefit selections in the payroll taxes and fringe benefit account.	Gross	750,000	
	Federal	750,000	
	GF/GP	0	
<b>c. Adoption Services.</b> An increase in the medical provider billings resulted in higher-than projected adoption medical subsidy costs, from \$6.5 million to \$7.1 million, a 9.2% increase.	Gross	600,000	
	Federal	600,000	
	GF/GP	0	

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**Change from FY 2000-01  
Initial Appropriation**

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**C. TRANSFERS**

**1. State Budget Office Letter 5-21-01**

<b>a. Cash Assistance.</b> The FIP projected caseload was revised from 63,400 to 70,000 average monthly cases, a 10.4% increase. The increase was financed by \$19 million in Federal authorization transferred from the Day Care Services account.	Gross	0
	Federal	0
	GF/GP	0
<b>b. Emergency Services.</b> The transfer of \$2.5 million in Federal funds from the Day Care Services account provided for an increased number of payments for emergency rent, property taxes, insurance, and other housing-related services.	Gross	0
	Federal	0
	GF/GP	0
<b>c. Adoption Services.</b> The average projected adoption caseload was revised from 19,260 to 19,900 cases, a 3.3% increase. A \$4 million transfer to finance the increase included \$2.2 million in Federal and \$1.8 million in State funds from the Foster Care Payments authorization. Also, the transfer included a \$1.5 million Federal authorization increase for the Adoption Support Services account for the underestimated number of adoption contracts.	Gross	0
	Federal	0
	GF/GP	0

**2. State Budget Office Letter 9-14-01**

<b>a. Child Support Automation.</b> The State needed State funds to match and obtain additional available Title IV-D funds for the purpose of fully implementing the Child Support Enforcement System Federal certification requirements. In addition to the \$3.3 million Contingency Fund transfer, \$1,876,800 in Federal Title IV-D funds and \$966,900 GF/GP were transferred from the Child Support Distribution Computer System authorization and \$1.7 million GF/GP was transferred from the State Incentive Payments account.	Gross	0
	Federal	0
	GF/GP	0
<b>b. Child Care Fund.</b> An additional \$46.1 million Gross, \$36 million GF/GP was transferred to the Fund to cover the cost of increased Wayne County Department of Community Justice placement claims. In addition to the \$10.1 million contingency funds transfer (item B.3.e), \$32 million from the Wayne County Foster Care Payments account and \$4 million from the Field Staff Salaries and Wages account were transferred to cover the projected costs.	Gross	0
	Federal	0
	GF/GP	0
<b>c. Adoption Services.</b> The transfer provided \$1.3 million Gross, \$650,000 GF/GP from the Foster Care Payments account to cover contract costs related to finalizing State adoptions.	Gross	0
	Federal	0
	GF/GP	0

		<b>Change from FY 2000-01 Initial Appropriation</b>	
<b>d. Juvenile Justice Services.</b> Access to available Federal revenue and savings in State funds to be used for State juvenile justice services staff costs were achieved through a \$11.4 million contingency funds transfer and \$5.4 million GF/GP, transferred from the Rent account, and \$6 million, transferred from the Payroll Taxes and Fringes Benefits account to replace Federal and local funds that could not be earned in the Juvenile Justice Services' Personnel Payroll Costs appropriation.	Gross		0
	Federal		0
	GF/GP		0
<b>e. Juvenile Justice Centers.</b> The State can make additional Federal Titles IV-E and XX claims for the centers' staff costs. The transfer of \$1.2 million in Federal authorization from the Personnel Payroll Costs account provided the Federal authority necessary to obtain the Federal funds.	Gross		0
	Federal		0
	GF/GP		0
<b>f. County Juvenile Officers.</b> The transfer of \$250,000 Gross, GF/GP provided for the under appropriated grant and salary and wages economics for salaries.	Gross		0
	GF/GP		0
<b>3. State Budget Office Letter 11-1-01</b>			
<b>a. Medical Consultation Program.</b> The transfer of \$1 million GF/GP from the State Supplementation account provided a shift in fund source authorization from Federal to GF/GP financing in order to reflect the correct costs allocation in this account.	Gross		0
	Federal		0
	GF/GP		0
<b>b. State Disability Assistance (SDA).</b> A transfer of \$400,000 GF/GP from the State Supplementation account to the SDA account was needed because the Supplemental Security Income recoveries that partially finance the SDA account were below the FY 2000-01 appropriated level.	Gross		0
	GF/GP		0
<b>YEAR-TO-DATE FY 2000-01 APPROPRIATION</b>		FTE	13,499.6
		Gross	3,720,564,800
		IDG	765,000
		Federal	2,332,660,150
		Local	110,646,200
		Private	9,413,950
		Restricted	50,641,200
		GF/GP	1,216,438,300

## HIGHER EDUCATION

### INITIAL FY 2000-01 APPROPRIATION

The initial appropriation was contained in Public Act 298 of 2000. See the FY 2000-01 Appropriations Report published in August 2000 for a detailed description.

FTE	1.0
Gross	1,905,000,608
IDG	0
Federal	3,900,000
Local	0
Private	0
Restricted	115,250,000
GF/GP	1,785,850,608

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### Change from FY 2000-01 Initial Appropriation

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#### A. SUPPLEMENTAL APPROPRIATIONS

##### 1. Public Act 81 of 2001

**Michigan Merit Award Program.** The supplemental was based on Department of Treasury estimates for an increase in the number of Michigan Merit Award scholarship recipients. The initial appropriation for the scholarships was \$110,000,000; the supplemental dollars brought the total up to \$112,550,300. Actual expenditures for FY 2000-01 were \$82,300,000, financed from the Michigan Merit Award Trust Fund.

Gross	2,550,300
Restricted	2,550,300
GF/GP	0

##### 2. Public Act 120 of 2001

**Wayne State University Perinatal Research Branch.** This one-time supplemental provided State support and commitment to the retention of a perinatal research branch of the National Institute of Health (NIH) at Wayne State University's Medical School. The NIH issued a request for proposal with the intent of establishing a permanent location for the perinatal research branch. This State appropriation from the Tobacco Settlement Trust Fund paid for the renovation of basic laboratory space to help Wayne State submit a more competitive proposal to the NIH.

Gross	3,000,000
Restricted	3,000,000
GF/GP	0

#### B. CONTINGENCY FUNDS - NONE

#### C. TRANSFERS - NONE

**YEAR-TO-DATE FY 2000-01 APPROPRIATION**

<b>Change from FY 2000-01 Initial Appropriation</b>		
FTE		1.0
Gross	1,910,550,908	
IDG		0
Federal	3,900,000	
Local		0
Private		0
Restricted	120,800,300	
GF/GP	1,785,850,608	



## JUDICIARY

### INITIAL FY 2000-01 APPROPRIATION

The initial appropriation was contained in Public Act 264 of 2000. See the FY 2000-01 Appropriations Report published in August 2000 for a detailed description.

FTE	590.5
Gross	236,914,000
IDG	3,608,500
Federal	2,826,600
Local	2,836,100
Private	1,322,400
Restricted	56,003,600
GF/GP	170,316,800

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### Change from FY 2000-01 Initial Appropriation

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- A. SUPPLEMENTAL APPROPRIATIONS - NONE
- B. CONTINGENCY FUNDS - NONE
- C. TRANSFERS - NONE

### YEAR-TO-DATE FY 2000-01 APPROPRIATION

FTE	590.5
Gross	236,914,000
IDG	3,608,500
Federal	2,826,600
Local	2,836,100
Private	1,322,400
Restricted	56,003,600
GF/GP	170,316,800

## LEGISLATIVE AUDITOR GENERAL

### INITIAL FY 2000-01 APPROPRIATION

The initial appropriation was contained in Public Act 276 of 2000. See the FY 2000-01 Appropriations Report published in August 2000 for a detailed description.

Gross	15,059,700
IDG	1,609,600
Federal	0
Local	0
Private	0
Restricted	266,600
GF/GP	13,183,500

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### Change from FY 2000-01 Initial Appropriation

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A. SUPPLEMENTAL APPROPRIATIONS - NONE

B. CONTINGENCY FUNDS - NONE

C. TRANSFERS - NONE

### YEAR-TO-DATE FY 2000-01 APPROPRIATION

Gross	15,059,700
IDG	1,609,600
Federal	0
Local	0
Private	0
Restricted	266,600
GF/GP	13,183,500

## LEGISLATURE

### INITIAL FY 2000-01 APPROPRIATION

The initial appropriation was contained in Public Act 276 of 2000. See the FY 2000-01 Appropriations Report published in August 2000 for a detailed description.

Gross	106,420,700
IDG	0
Federal	0
Local	0
Private	400,000
Restricted	1,041,800
GF/GP	104,978,900

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### Change from FY 2000-01 Initial Appropriation

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A. SUPPLEMENTAL APPROPRIATIONS - NONE

B. CONTINGENCY FUNDS - NONE

C. TRANSFERS - NONE

### YEAR-TO-DATE FY 2000-01 APPROPRIATION

Gross	106,420,700
IDG	0
Federal	0
Local	0
Private	400,000
Restricted	1,041,800
GF/GP	104,978,900

LIBRARY OF MICHIGAN

INITIAL FY 2000-01 APPROPRIATION

The initial appropriation was contained in Public Act 276 of 2000. See the FY 2000-01 Appropriations Report published in August 2000 for a detailed description.

Gross	39,916,700
IDG	0
Federal	4,557,400
Local	0
Private	75,000
Restricted	86,900
GF/GP	35,197,400

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**Change from FY 2000-01  
Initial Appropriation**

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- A. SUPPLEMENTAL APPROPRIATIONS - NONE
- B. CONTINGENCY FUNDS - NONE
- C. TRANSFERS - NONE

YEAR-TO-DATE FY 2000-01 APPROPRIATION

Gross	39,916,700
IDG	0
Federal	4,557,400
Local	0
Private	75,000
Restricted	86,900
GF/GP	35,197,400

## DEPARTMENT OF MANAGEMENT AND BUDGET

### INITIAL FY 2000-01 APPROPRIATION

The initial appropriation was contained in Public Act 276 of 2000. See the FY 2000-01 Appropriations Report published in August 2000 for a detailed description.

FTE	961.5
Gross	163,529,800
IDG	72,113,300
Federal	550,500
Restricted	43,905,200
GF/GP	46,960,800

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### Change from FY 2000-01 Initial Appropriation

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### A. SUPPLEMENTAL APPROPRIATIONS

#### Public Act 81 of 2001

1. **Budget Reductions.** The supplemental included a 0.5% GF/GP reduction in order to meet reduced revenue estimates. Reductions were taken from a number of line items.
2. **Office of the State Employer.** The supplemental included funding for the integration of workers' compensation and long-term disability reporting in the Office of the State Employer, made possible by the implementation of the Human Resources Management Network in the Department of Civil Service.
3. **e-Michigan.** Supplemental funding was included to support this two-year initiative to establish a State website that provides information and online access to many State services.
4. **State Space Plan.** Implementation of the State Space Plan began in FY 2000-01. In this plan, the Department of Management and Budget assumes the management of all State properties and leases. Fiscal year 2000-01 began a transition for many departments as they move to new locations and shift between private leases and State office space. Supplemental funding was enacted to support the transition.

Gross	(234,800)
GF/GP	(234,800)
Gross	500,000
Restricted	500,000
GF/GP	0
Gross	2,000,000
Federal	100,000
Restricted	1,900,000
GF/GP	0
Gross	9,300,000
GF/GP	9,300,000

### B. CONTINGENCY FUNDS - NONE

### C. TRANSFERS - NONE

**YEAR-TO-DATE FY 2000-01 APPROPRIATION**

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**Change from FY 2000-01  
Initial Appropriation**

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FTE	961.5
Gross	175,095,000
IDG	72,113,300
Federal	650,500
Restricted	46,305,200
GF/GP	56,026,000

## DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

### INITIAL FY 2000-01 APPROPRIATION

The initial appropriation was contained in Public Act 266 of 2000. See the FY 2000-01 Appropriations Report published in August 2000 for a detailed description.

FTE	1,081.0
Gross	101,172,700
IDG	0
Federal	35,952,600
Private	375,000
Restricted	22,988,200
GF/GP	41,856,900

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### Change from FY 2000-01 Initial Appropriation

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### A. SUPPLEMENTAL APPROPRIATIONS

#### Public Act 81 of 2001

**Budget Reductions.** The supplemental included a 0.5% GF/GP reduction in order to meet reduced revenue estimates. Reductions were taken from a number of line items.

Gross	(209,200)
GF/GP	(209,200)

### B. CONTINGENCY FUNDS

#### 1. State Budget Office Letter 5-21-01

**a. Challenge Program.** Federal funds from the Federal Safe and Drug-Free Schools and Communities Act were made available to assist at-risk youth within the Department's Challenge Program. The Federal funds came from an interdepartmental grant (IDG) from the Department of Community Health (DCH).

Gross	200,000
IDG	200,000
GF/GP	0

**b. Federal Maintenance.** Federal funds were provided to reimburse Department costs for various maintenance projects at the State's military training facilities.

Gross	800,000
Federal	800,000
GF/GP	0

**c. Starbase Grant.** Additional Federal funds were made available for the Starbase Program, an elementary school program designed to interest students in science.

Gross	198,000
Federal	198,000
GF/GP	0

#### 2. State Budget Office Letter 9-14-01

**a. Military Training Sites.** Additional Federal funds were provided to cover the cost of seasonal facility maintenance employees at Camp Grayling, Fort Custer, and Selfridge Air Base.

Gross	600,000
Federal	600,000
GF/GP	0

		<b>Change from FY 2000-01 Initial Appropriation</b>	
<b>b. Federal Maintenance.</b> Additional Federal funds became available for maintenance of military facilities throughout the State, including roof replacement and other building renovations at Camp Grayling, ventilation improvements at the Grand Ledge air facility, and reconstruction of motor vehicle storage areas at the Midland and Pontiac armories.		Gross	700,000
		Federal	700,000
		GF/GP	0
<b>c. D.J. Jacobetti Veterans Home.</b> Additional donated funds became available for expenditure for the Home for various recreational items.		Gross	50,000
		Private	50,000
		GF/GP	0
<b>3. State Budget Office Letter 11-01-01</b>			
<b>a. Starbase Grant.</b> This allowed additional National Guard Bureau funds to be spent for the program aimed at providing science education for children.		Gross	89,500
		Federal	89,500
		GF/GP	0
<b>b. Challenge Program.</b> Additional Federal funds provided through an IDG from the DCH, were made available for the Department's program for at-risk youth.		Gross	5,000
		IDG	5,000
		GF/GP	0
<b>C. TRANSFERS</b>			
<b>1. State Budget Office Letter 5-21-01</b>			
<b>Challenge Program.</b> Unspent funds (\$100,000 GF/GP) were transferred from the military training sites and support facilities to be used to account for overtime costs incurred by the Department's Challenge Program for at-risk youth.			0
<b>2. State Budget Office Letter 9-14-01</b>			
<b>Headquarters and Armories.</b> Available funds of \$100,000 GF/GP were transferred from the military training sites and support facilities to cover higher- than-anticipated utility costs at State armories.			
<b>YEAR-TO-DATE FY 2000-01 APPROPRIATION</b>		FTE	1,081.0
		Gross	103,606,000
		IDG	205,000
		Federal	38,340,100
		Private	425,000
		Restricted	22,988,200
		GF/GP	41,647,700



## DEPARTMENT OF NATURAL RESOURCES

### INITIAL FY 2000-01 APPROPRIATION

The initial appropriation was contained in Public Act 267 of 2000. See the FY 2000-01 Appropriations Report published in August 2000 for a detailed description.

FTE	2,246.5
Gross	255,442,800
IDG	3,679,400
Federal	24,649,100
Local	0
Private	1,728,900
Restricted	169,426,800
GF/GP	55,958,600

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### Change from FY 2000-01 Initial Appropriation

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### A. SUPPLEMENTAL APPROPRIATIONS

#### 1. Public Act 506 of 2000

- a. **Snowmobile Trail Grooming Demonstration.** Increased appropriations from the Snowmobile Trail Improvement Fund were included for a snowmobile trail grooming demonstration project at the Keweenaw Research Center at the Michigan Technological University.

Gross	200,000
Restricted	200,000
GF/GP	0

- b. **Farmland and Open Space Preservation Program Transfer.** Farmland and open space withdrawal fees were eliminated from the budget, as the farmland and open space preservation program was transferred to the Department of Agriculture.

FTE	(7.0)
Gross	(602,700)
Restricted	(602,700)
GF/GP	0

- c. **Local Recreation Grants.** Residual amounts available from the 1988 Recreation Bond Fund were appropriated for local recreation grants.

Gross	2,000,000
Restricted	2,000,000
GF/GP	0

#### 2. Public Act 81 of 2001

- a. **0.5% Reduction.** A General Fund reduction totaling 0.5% of the total General Fund appropriations for the Department was included.

Gross	(279,800)
GF/GP	(279,800)

- b. **Forest Development Fund Shift.** The replacement of a portion of the General Fund support for the timber harvest appropriation was replaced with an equal amount of forest resource revenue.

Gross	0
Restricted	2,000,000
GF/GP	(2,000,000)

- c. **Snowmobile Local Grants.** An increase in the snowmobile local grants program was supported with Snowmobile Trail Improvement Fund dollars that were available as a result of a statutory increase in the level of snowmobile registration fees.

Change from FY 2000-01 Initial Appropriation	
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Gross	1,700,000
Restricted	1,700,000
GF/GP	0

## B. CONTINGENCY FUNDS

### State Budget Office Letter 5-21-01

- 1. Game and Fish Protection Fund - Turkey Permit Fees.** This transfer provided available turkey fee revenue as the necessary State matching funds for Federal Conservation Reserve Enhancement Program (CREP). The Federal Program is aimed at reducing and preventing agriculture pollution run-off and soil erosion into the surface waters of the State.
- 2. Seasonal Park Workers Wage Increase.** Increased resources from the Parks Improvement Fund (\$690,000) and from the Michigan State Waterways Fund (\$172,500) were provided to support a wage increase for seasonal workers in parks and recreation positions.
- 3. ORV Trails Voucher System.** A trail voucher system, aimed at reducing road traffic congestion caused by ORV operators waiting to use the Park's trails, was implemented at Silver Lake State Park. The transfer provided the resources from the Off-Road Vehicle Trail Improvement Fund necessary to maintain the voucher system. The increased funding supports the costs of approximately 12 staff positions for up to half a year.
- 4. Oil, Gas, and Mineral Lease Audits.** The Department contracts for audits of oil, gas, sand, gravel, and other mineral leases to ensure that the State receives appropriate compensation from those leases. The transfer provided \$182,000 for the audit contracts, and \$75,000 for litigating the recovery of royalties from one of these leases with Terra Energy.
- 5. Digital Mapping of Lake Huron Ecological Units.** United States Department of the Interior funds from a two-year grant awarded to the Department for the digital mapping of the ecological units within the Lake Huron basin ecosystem were made available through this transfer.
- 6. State Parks Trails Projects.** This transfer provided the resources required to complete trail projects at the Waterloo Recreation Area and at Fort Wilkins State Park. The Waterloo Recreation Area project involved making the trail leading to the Discovery Center barrier-free and providing adequate signage, at an estimated cost of \$77,000. The Fort Wilkins State Park project involved the construction of a trail from the Park to Copper Harbor, at an estimated cost of \$16,000. Revenue for these projects from the Recreation Improvement Fund was available due to increased FY 1999-2000 third- and fourth- quarter gas tax revenue.

Gross	400,000
Restricted	400,000
GF/GP	0

Gross	862,500
Restricted	862,500
GF/GP	0

Gross	142,900
Restricted	142,900
GF/GP	0

Gross	257,000
Restricted	257,000
GF/GP	0

Gross	114,500
Restricted	114,500
GF/GP	0

Gross	93,000
Restricted	93,000
GF/GP	0

7. **Timber Harvest Contracts.** Because Department forest management personnel provided extensive assistance in fighting fires in the western United States during FY 1999-2000, the Department was unable to complete prescription on the number of forest acres that had been planned. This transfer enabled the Department to spend available forest resource revenue to issue contracts for completing one half of the prescriptions that were planned but not completed in FY 1999-2000.
  
8. **Giant Reed Grass Control.** United States Department of Commerce funds were provided for testing treatments for controlling Phragmites, or Giant Reed Grass, at two sites, Algonac State Park and St. Clair Flats. Giant Reed Grass is a highly invasive weed found in wetlands in industrialized and urban shorelines of the Great Lakes.
  
9. **Aerial Photography.** This transfer provided U.S. Department of Agriculture funds for aerial digital photography work, to be produced in partnership with the USDA Natural Resources and Conservation Service.
  
10. **Mineral Inventory.** Grants from the United States Geological Survey for conducting a mineral inventory, including updating the mineral database on resource location, producer, production, and market data, were appropriated through a transfer.
  
11. **Payments in Lieu of Taxes.** This transfer provided the spending authorization needed to cover the restricted funds portion of summer taxes on Department-owned lands that were purchased with those restricted funds.
  
12. **Harbor Slip Reservation System.** The transfer enabled the Department to spend available Michigan State Waterways Fund dollars for the start-up and vendor service costs of a harbor slip reservation system. The system allows boaters to make reservations for 721 harbor slips at nine harbors along the Great Lakes.
  
13. **Urban Tree Planting Grants.** This transfer enabled the Department to award tree planting grants to local units of government with funds provided by Detroit Edison. Detroit Edison voluntarily participates in the U.S. Department of Energy Climate Challenge Program, a tree planting program, as part of its efforts to reduce carbon dioxide in the atmosphere. With the funds provided through this transfer, grants of up to \$4,000, subject to a 50% cash or in-kind match, are awarded to government applicants from Detroit Edison's service area in Huron, Lapeer, Livingston, Macomb, Monroe, Oakland, Sanilac, St. Clair, Tuscola, Washtenaw, and Wayne Counties.

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Gross	500,000
Restricted	500,000
GF/GP	0
Gross	15,000
Federal	15,000
GF/GP	0
Gross	380,000
Federal	380,000
GF/GP	0
Gross	14,300
Federal	14,300
GF/GP	0
Gross	190,000
Restricted	190,000
GF/GP	0
Gross	92,000
Restricted	92,000
GF/GP	0
Gross	100,000
Private	100,000
GF/GP	0

Change from FY 2000-01 Initial Appropriation	
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## C. TRANSFERS

### 1. State Budget Office Letter 5-21-01

a. <b>Youth Education and Outreach Program Fund Shift.</b> The transfer substituted \$330,900 in forest resource revenue supporting the youth education and outreach program for an equivalent amount of Game and Fish Protection Fund in order to allocate program costs against an appropriate and available fund source, and to relieve spending pressure on the Game and Fish Protection Fund.	Gross	0
	GF/GP	0
b. <b>Rural Community Fire Protection.</b> This transfer shifted \$191,000 in excess Federal spending authority from the Federal - forest stewardship grants line item to the Federal - rural community fire protection line item, where U.S. Department of Agriculture grant funding was available in excess of appropriations. The Federal grant funds are distributed to local volunteer fire departments for the purchase of fire-fighting equipment.	Gross	0
	GF/GP	0
c. <b>Game and Fish Protection Fund Shift.</b> Appropriations from the Game and Fish Protection Fund (Fund) were beginning to exceed the available revenue from the Fund. A shift in focus of the Wildlife Management Division and in the Cooperative Resource Management Initiative (CRMI), an initiative that provides land management expertise to private landowners, to activities supportable with deer and turkey subfund dollars enabled the Department to use \$500,000 each of available deer habitat and turkey fees, while relieving spending pressures on the General Fund portion of the Game and Fish Protection Fund.	Gross	0
	GF/GP	0
d. <b>Forest Fire Protection.</b> Excess Federal spending authority in the forest resources planning and land use (\$114,200) and Federal - urban forestry grants (\$92,800) line items was shifted to the forest fire protection line item, where U.S. Department of Agriculture Forest Service grant funds were available in excess of appropriations. The Federal grant included \$114,200 to support Department personnel in assisting local communities in developing and implementing firewise plans. The remaining \$92,800 in increased Federal funds were used for general forest fire protection efforts.	Gross	0
	GF/GP	0
e. <b>Mineral Leases.</b> This transfer enabled the Department to spend an additional \$100,000 in available fee revenue from nomination applications for parcels of State forest land with oil and gas lease potential on nomination application review and general administration, and oversight of State mineral leases.	Gross	0
	GF/GP	0

## 2. State Budget Office Letter 9-14-01

**a. Payments in Lieu of Taxes.** This transfer provided \$270,000 GF/GP to cover the cost of payments made in lieu of taxes for State-purchased lands and/or lands received by the State through a settlement process. The spending authorization was transferred from various administrative accounts, where staff vacancies were left unfilled.

Gross	0
GF/GP	0

**b. Correction of a Prior Transfer.** A transfer approved earlier in the year provided \$862,500 in Park Improvement Fund and Michigan State Waterways Fund dollars to the State parks appropriation line item for pay increases for seasonal workers in parks and recreation positions. The amounts from the Michigan State Waterways Fund should have been made available for this purpose through the Recreational boating line item. This transfer shifted the Waterways Fund appropriations to the Recreational boating line item.

Gross	0
GF/GP	0

**c. Private Forest Reserve Staff Costs.** Staff costs associated with reviewing and processing applications for the Private Forest Reserve Program exceeded the appropriations for that purpose. Excess authorization of \$10,000 in the Commercial forest reserve account was transferred to the private forest development account to support the Private Forest Reserve Program staff costs.

Gross	0
GF/GP	0

## 3. State Budget Office Letter 11-1-01

**Forest Fire Protection.** A transfer of \$100,000 in forest resource revenue from the forest fire equipment account covered a shortfall in the forest fire protection account. The shortfall was due to unexpected overtime, travel, and supply costs associated primarily with fighting two large late-season fires.

Gross	0
GF/GP	0

## YEAR-TO-DATE FY 2000-01 APPROPRIATION

FTE	2,239.5
Gross	261,621,500
IDG	3,679,400
Federal	25,172,900
Local	0
Private	1,828,900
Restricted	177,261,500
GF/GP	53,678,800

## MICHIGAN NATURAL RESOURCES TRUST FUND

### INITIAL FY 2000-01 APPROPRIATION

There was no initial appropriation for the Michigan Natural Resources Trust Fund (MNRTF).

FTE	0.0
Gross	0
IDG	0
Federal	0
Local	0
Private	0
Restricted	0
GF/GP	0

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### Change from FY 2000-01 Initial Appropriation

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### A. SUPPLEMENTAL APPROPRIATIONS

#### 1. Public Act 506 of 2000

- a. **Natural Resources Trust Fund Projects.** MNRTF dollars were included for the first round of FY 2000-01 projects, including 15 development projects totaling \$3,703,406, and 13 acquisition projects totaling \$18,044,303.

Gross	21,780,000
Restricted	21,780,000
GF/GP	0

#### 2. Public Act 81 of 2001

- a. **Natural Resources Trust Fund Projects.** MNRTF dollars were included for the second round of FY 2000-01 projects, including 20 development projects totaling \$4,133,060, and 21 acquisition projects totaling \$12,252,246.

Gross	16,460,400
Restricted	16,460,400
GF/GP	0

### YEAR-TO-DATE FY 2000-01 APPROPRIATION

FTE	0.0
Gross	38,240,400
IDG	0
Federal	0
Local	0
Private	0
Restricted	38,240,400
GF/GP	0

## SCHOOL AID

### INITIAL FY 2000-01 APPROPRIATION

The initial appropriation was contained in Public Act 119 of 1999. See the FY 1999-2000 Appropriations Report published in August 1999 for a detailed description.

Gross	10,599,374,600
Federal	120,000,000
Restricted	10,058,761,100
GF/GP	420,613,500

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### Change from FY 2000-01 Initial Appropriation

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### A. SUPPLEMENTAL APPROPRIATIONS

#### 1. Public Act 297 of 2000

**Durant II Settlement.** The supplemental included a revision in the way foundation allowances and special education payments are made to ensure that payments meet the constitutional requirements of the *Durant I* and *Durant II* court settlements. The new programs that were added in this supplemental include: Partnership for Adult Learning (\$20,000,000), Elementary Summer School (\$38,000,000), Early Childhood Reading Programs (\$45,000,000), and the Michigan Virtual High School (\$15,000,000). Finally, several existing line items were increased or reduced to remain within the targeted spending amount for School Aid.

Gross	332,960,400
Federal	25,000,000
Restricted	342,960,400
GF/GP	(35,000,000)

#### 2. Public Act 121 of 2001

**Budget Adjustments.** Several line items were adjusted due to changes in taxable values and pupil estimates that resulted when actual data were used for estimating costs, rather than the prior-year data that had been used in estimating costs for Public Act 297 of 2000. Also, additional Federal dollars (\$15,000,000) were received from the original appropriation in Public Act 119 of 1999. Negative supplemental eliminated several programs, including Infrastructure (\$34,000,000), Summer School (\$10,000,000), Counseling Grants (\$8,400,000), and Professional Development (\$10,000,000).

Gross	(40,050,000)
Federal	15,000,000
Restricted	(55,050,000)

### B. CONTINGENCY FUNDS - NONE

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**Change from FY 2000-01  
Initial Appropriation**

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**C. TRANSFERS**

**State Budget Office Letter 11-01-01**

<b>1. Court-Placed Pupils.</b> This transfer added \$850,000 to the court-placed pupils line item to provide funding for additional approved facilities. Transfer funding was available from special education court-placed pupil funds that otherwise would have lapsed.	Gross	0
	Restricted	0
<b>2. Counseling Services.</b> This transfer added \$30,000 to the counseling services line item to restore funding that was reduced too much by Public Act 121 of 2001. Transfer funding was available from the School Readiness line item from unspent funds that were returned to the Department of Education.	Gross	0
	Restricted	0
<b>3. Special Education Foundation Allowances.</b> The transfer added \$2,200,000 to this line item to fund fully the intermediate school district special education liability based on the most recent data received from the Department of Education. Transfer funding was available from unspent balances in the Special Education, Special Education Hold Harmless, and Special Education Rules Changes line items.	Gross	0
	Restricted	0
<b>4. Court Judgment.</b> This \$1,500,000 transfer paid for the court costs associated with the Benton Harbor school district desegregation case. Transfer funding was available from unspent School Aid Discretionary Payment funds.	Gross	0
	Restricted	0
<b>5. School Lunch.</b> This transfer added \$2,000,000 to the school lunch line item to fund fully estimated school lunch expenditures as mandated by the courts in the <i>Durant</i> case settlements. Transfer funding was available from School Readiness grants that were returned to the Department of Education.	Gross	0
	Restricted	0

**YEAR-TO-DATE FY 2000-01 APPROPRIATION**

Gross	10,892,285,000
Federal	160,000,000
Restricted	10,346,671,500
GF/GP	385,613,500



## DEPARTMENT OF STATE

### INITIAL FY 2000-01 APPROPRIATION

The initial appropriation was contained in Public Act 276 of 2000. See the FY 2000-01 Appropriations Report published in August 2000 for a detailed description.

FTE	2,048.0
Gross	186,385,200
IDG	54,904,200
Federal	2,704,700
Private	501,600
Restricted	63,144,500
GF/GP	65,130,200

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### Change from FY 2000-01 Initial Appropriation

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#### A. SUPPLEMENTAL APPROPRIATIONS

##### Public Act 81 of 2001

- Budget Reductions.** The supplemental included a 0.5% GF/GP reduction in order to meet reduced revenue estimates. Reductions were taken from a number of line items.
- Uniform Commercial Code (UCC).** The enactment of Public Act 348 of 2000, effective July 1, 2001, shifted many UCC filing responsibilities from counties to the Secretary of State. Supplemental funding was provided to support the implementation of the revised UCC and enable the Department to meet the new requirements.

Gross	(325,600)
GF/GP	(325,600)
Gross	2,500,000
Restricted	500,000
GF/GP	2,000,000

#### B. CONTINGENCY FUNDS

##### State Budget Office Letter 5-21-01

- U.S. Office of Highway Safety Planning Grant.** The Federal grant received by the State from the U.S. Office of Highway Safety Planning for publicizing repeat offenders was increased by \$110,000. The transfer allowed the Department of State to accept the full grant amount. Additionally, the Department requested \$8,000 in authorization to spend funds from this grant received in previous years and carried forward.
- Historic Site Preservation Grant.** The Federal grant received by the State from the U.S. Department of the Interior for Historic Sites Preservation was increased by \$300,000. This transfer allowed the Department of State to accept the full grant amount. Matching State funds are required and were fulfilled from existing resources.

Gross	118,000
Federal	118,000
GF/GP	0
Gross	300,000
Federal	300,000
GF/GP	0

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**Change from FY 2000-01  
Initial Appropriation**

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**C. TRANSFERS**

**State Budget Office Letter 9-14-01**

**Branch Office Upgrade.** Since 1997, the Department of State has implemented a series of technology upgrades in all branch offices. The upgrades have included the replacement of all computer hardware and software in branches. This transfer completed the project by enabling the Department to purchase additional high-speed line printers needed to interface with the mainframe.

Gross	0
GF/GP	0

**YEAR-TO-DATE FY 2000-01 APPROPRIATION**

FTE	2,048.0
Gross	188,977,600
IDG	54,904,200
Federal	3,122,700
Private	501,600
Restricted	63,644,500
GF/GP	66,804,600

## DEPARTMENT OF STATE POLICE

### INITIAL FY 2000-01 APPROPRIATION

The initial appropriation was contained in Public Act 269 of 2000. See the FY 2000-01 Appropriations Report published in August 2000 for a detailed description.

FTE	3,618.5
Gross	404,926,100
IDG	23,306,500
Federal	34,329,300
Local	3,495,300
Restricted	43,231,600
GF/GP	300,563,400

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### Change from FY 2000-01 Initial Appropriation

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### A. SUPPLEMENTAL APPROPRIATIONS

#### 1. Public Act 381 of 2000

**Concealed Weapons Law Transition Costs.** The supplemental added funding for the operational support section of the Special Operations Division to provide transition costs of revisions to the State concealed weapons licensing law.

Gross	1,000,000
GF/GP	1,000,000

#### 2. Public Act 81 of 2001

**a. Budget Reductions.** The supplemental included a 0.5% GF/GP reduction in order to meet reduced revenue estimates. Reductions were taken from a number of line items.

Gross	(1,507,800)
GF/GP	(1,507,800)

**b. Criminal Justice Information Center Fees.** Supplemental funding included additional revenues from fingerprint processing and concealed weapons enforcement fees associated with the costs of implementing a new concealed weapons licensing law.

Gross	2,140,000
Restricted	2,140,000
GF/GP	0

**c. Disaster Assistance.** Funds were provided to match Federal Emergency Management Act (FEMA) funds associated with costs incurred by severe flooding in southeastern Michigan.

Gross	21,300,000
GF/GP	21,300,000

### B. CONTINGENCY FUNDS

#### 1. State Budget Office Letter 5-21-01

**a. Executive Direction.** Funding was provided for a behavioral section law enforcement family support project.

Gross	15,000
Federal	15,000
GF/GP	0

**b. Vehicle Testing.** Reimbursement was provided to the training administration for costs associated with motor vehicle testing for the National Institute of Justice.

Gross	5,000
Restricted	5,000
GF/GP	0

		<b>Change from FY 2000-01 Initial Appropriation</b>	
<b>c. Human Resources.</b> Funds were provided to support recruitment for a 13 <sup>th</sup> Motor Carrier Officer School.	Gross	82,000	
	Restricted	82,000	
	GF/GP	0	
<b>d. Highway Safety Planning.</b> Federal funds were provided for information and education programs concerning occupant protection, impaired driving, youth alcohol, summer traffic enforcement, and young drivers.	Gross	1,960,000	
	Federal	1,960,000	
	GF/GP	0	
<b>e. Forensic Sciences.</b> Federal funds were made available for assisting with a backlog of DNA processing tasks.	Gross	350,000	
	Federal	350,000	
	GF/GP	0	
<b>f. Crime Lab Improvements.</b> Increased funds from laboratory fees were used for the Bridgeport lab renovations and equipment for the bomb squad.	Gross	1,123,750	
	Restricted	1,123,750	
	GF/GP	0	
<b>g. Firefighter Training.</b> Federal funds were provided from FEMA to train local government in antiterrorism strategies.	Gross	160,000	
	Federal	160,000	
	GF/GP	0	
<b>h. Reimbursed Services.</b> Additional reimbursement funds were provided to the Department from local law enforcement for vehicles used by multijurisdictional teams and for assistance to Federal law enforcement activities, including operation HEMP and a Federal homicide case in Grand Rapids.	Gross	948,500	
	Federal	448,500	
	Local	500,000	
	GF/GP	0	
<b>i. Auto Theft Prevention.</b> Increased revenue from Auto Theft Prevention fees (a \$1 surcharge on automobile insurance premiums) was made available for the Department's car jacking task force.	Gross	270,000	
	Restricted	270,000	
	GF/GP	0	
<b>j. Truck Safety Inspections.</b> Additional Federal and Restricted revenue was made available for the purposes of supporting a 13 <sup>th</sup> motor carrier recruit school and for automation projects.	Gross	1,422,400	
	Federal	1,040,300	
	Restricted	382,100	
	GF/GP	0	
<b>2. State Budget Office Letter 9-14-01</b>			
<b>Mobile Phone Emergency Assistance.</b> Funding was provided from a three-cent surcharge on monthly mobile phone bills to assist in the establishment of enhanced 9-1-1 service to mobile phones in the State.	Gross	363,000	
	Restricted	363,000	
	GF/GP	0	

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**Change from FY 2000-01  
Initial Appropriation**

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**C. TRANSFERS**

**1. State Budget Office Letter 9-14-01**

**Fleet Leasing.** Unspent funds from the At-Post Troopers line (\$1,400,000 GF/GP) were transferred to Fleet Leasing for the purpose of covering any shortfall in the account due to increased fuel and leasing costs. 0

**2. State Budget Office Letter 11-1-01**

**Accounts Receivable Write-Off.** Funds (\$30,000 GF/GP) were transferred from unspent appropriations from the Aviation program to cover write-off costs of prior-year account receivables. 0

**YEAR-TO-DATE FY 2000-01 APPROPRIATION**

FTE	3,618.5
Gross	434,527,950
IDG	23,939,500
Federal	38,303,100
Local	3,995,300
Restricted	46,964,450
GF/GP	321,325,600

## MICHIGAN STRATEGIC FUND

### INITIAL FY 2000-01 APPROPRIATION

The initial appropriation was contained in Public Act 292 of 2000. See the FY 2000-01 Appropriations Report published in August 2000 for a detailed description.

FTE	235.0
Gross	169,082,800
IDG	100,000
Federal	52,673,200
Local	0
Private	656,700
Restricted	50,050,000
GF/GP	65,602,900

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### Change from FY 2000-01 Initial Appropriation

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### A. SUPPLEMENTAL APPROPRIATIONS

#### Public Act 81 of 2001

**Budget Reductions.** The supplemental included a 0.5% General Fund reduction that was included for most of the budgets due to a projected decrease in State revenues. Of the reduction, \$164,000 was allocated to administration and \$164,000 was allocated to the Economic Development Job Training Grants line item.

Gross	(328,000)
GF/GP	(328,000)

### B. CONTINGENCY FUNDS - NONE

### C. TRANSFERS - NONE

### YEAR-TO-DATE FY 2000-01 APPROPRIATION

FTE	235.0
Gross	168,754,800
IDG	100,000
Federal	52,673,200
Local	0
Private	656,700
Restricted	50,050,000
GF/GP	65,274,900

## DEPARTMENT OF TRANSPORTATION

### INITIAL FY 2000-01 APPROPRIATION

The initial appropriation was contained in Public Act 271 of 2000. See the FY 2000-01 Appropriations Report published in August 2000 for a detailed description.

FTE	3,176.3
Gross	2,978,304,600
IDG	10,459,500
Federal	915,449,000
Local	5,700,000
Restricted	2,046,696,100
GF/GP	0

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### Change from FY 2000-01 Initial Appropriation

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#### A. SUPPLEMENTAL APPROPRIATIONS

##### 1. Public Act 506 of 2000

- a. **Intermodal Studies.** The supplemental contained \$2,000,000 in Comprehensive Transportation Fund revenue for two one-time intermodal studies on the I-69/I-94 corridor (\$1,300,000) and the US-131 corridor (\$700,000).
- b. **Pedestrian Crossings.** The supplemental included boilerplate (Section 751) redirecting \$1,600,000 of State Trunkline Fund revenue contained in the Road and Bridge Program in Public Act 271 of 2000 to be used as matching funds to begin remediating identified unsafe pedestrian crossings on State highways. The Governor vetoed this section.

Gross	2,000,000
Restricted	2,000,000
GF/GP	0
Gross	(1,600,000)
Restricted	(1,600,000)
GF/GP	0

##### 2. Public Act 81 of 2001

- a. **Comprehensive Transportation Fund Year-End Balance.** The supplemental contained authorization to spend \$21,900,000 in the estimated unreserved FY 1999-2000 Comprehensive Transportation Fund balance in accordance with boilerplate contained in the FY 2000-01 budget. The supplemental included \$4,700,000 to fund Michigan's portion of the construction of a new lock at Sault Ste. Marie. The Act also contained \$9,445,000 to match available Federal funds for the purchase of local transit buses, \$4,600,000 for operating assistance to local transit agencies, \$1,000,000 for audit settlements, \$30,000 for intercity bus service development, and \$2,100,000 for track improvements near the Battle Creek railroad station.
- b. **Build Michigan III.** Part of the Build Michigan III financing package included an annual transfer of \$35,000,000 from the Budget Stabilization Fund to the State Trunkline Fund. The supplemental contained spending authorization for the FY 2000-01 transfer to cover the debt service and construction costs on Build Michigan III projects.

Gross	21,875,000
Restricted	21,875,000
GF/GP	0
Gross	35,000,000
Restricted	35,000,000
GF/GP	0

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**Change from FY 2000-01  
Initial Appropriation**

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**B. CONTINGENCY FUNDS**

**State Budget Office Letter 5-21-01**

**Work First Initiative.** This transfer provided authorization to spend available Federal and local funds for the Work First Initiative.

Gross	893,625
Federal	800,625
Local	93,000
GF/GP	0

**C. TRANSFERS**

**State Budget Office Letter 10-29-01**

**Workers' Compensation.** This administrative transfer provided funding sufficient to cover the estimated FY 2000-01 workers' compensation costs. The transfer redirected \$250,000 from the State road and bridge line item to the workers' compensation line item.

Gross	0
GF/GP	0

**YEAR-TO-DATE FY 2000-01 APPROPRIATION**

FTE	3,176.3
Gross	3,036,473,225
IDG	10,459,500
Federal	916,249,625
Local	5,793,000
Restricted	2,103,971,100
GF/GP	0



**DEPARTMENT OF TREASURY - DEBT SERVICE**

**INITIAL FY 2000-01 APPROPRIATION**

The initial appropriation was contained in Public Act 276 of 2000. See the FY 2000-01 Appropriations Report published in August 2000 for a detailed description.

Gross	91,570,500
Local	700,000
GF/GP	90,870,500

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**Change from FY 2000-01  
Initial Appropriation**

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**A. SUPPLEMENTAL APPROPRIATIONS - NONE**

**B. CONTINGENCY FUNDS**

**State Budget Office Letter 5-21-01**

**Quality of Life Bond Payment.** The Department of Treasury issued a greater amount of Quality of Life bonds than anticipated, resulting in larger debt service payments. The bonds for the School Bond Loan program were refinanced at more favorable rates, producing sufficient savings to cover the additional \$1,600,000 GF/GP in Quality of Life bond payments.

Gross	0
GF/GP	0

**C. TRANSFERS - NONE**

**YEAR-TO-DATE FY 2000-01 APPROPRIATION**

Gross	91,570,500
Local	700,000
GF/GP	90,870,500

## DEPARTMENT OF TREASURY - OPERATIONS

### INITIAL FY 2000-01 APPROPRIATION

The initial appropriation was contained in Public Act 276 of 2000. See the FY 2000-01 Appropriations Report published in August 2000 for a detailed description.

FTE	1,986.5
Gross	355,312,400
IDG	9,178,400
Federal	33,800,000
Local	1,145,900
Restricted	241,737,900
GF/GP	69,450,200

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### Change from FY 2000-01 Initial Appropriation

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#### A. SUPPLEMENTAL APPROPRIATIONS

##### Public Act 81 of 2001

**Budget Reductions.** The supplemental included a 0.5% GF/GP reduction in order to meet reduced revenue estimates. Reductions were taken from a number of line items.

Gross	(347,200)
GF/GP	(347,200)

#### B. CONTINGENCY FUNDS

##### 1. State Budget Office Letter 5-21-01

**a. Health and Safety Fund.** The Health and Safety Fund Act requires a certain level of expenditure every fiscal year. The revenue generated in this Fund surpassed the authorized appropriation. This contingency fund transfer allowed the Department of Treasury to spend the additional revenue in order to comply with the law.

Gross	225,000
Restricted	225,000
GF/GP	0

**b. Casino Gaming Director.** This contingency fund transfer funded a salary increase for the Executive Director of the Michigan Gaming Control Board from \$100,000 to \$105,000, a 5.0% change. This salary is funded by the State Services Fee Fund.

Gross	5,000
Restricted	5,000
GF/GP	0

**c. Lottery Commissioner.** This contingency fund transfer funded a salary increase for the Lottery Commissioner from \$91,000 to \$100,000, a 9.0% change. This salary is funded by the State Lottery Fund.

Gross	9,000
Restricted	9,000
GF/GP	0

##### 2. State Budget Office Letter 9-14-01

**a. Home Heating Assistance.** This contingency fund transfer reflected additional Federal revenue for a one-time Special Energy Allowance related to increased energy prices. This transfer provided for the administration of the special credit by the Department of Treasury.

Gross	925,000
Federal	925,000
GF/GP	0

**b. Local Property Tax Services.** Additional revenue was generated from the implementation of revisions to the General Property Tax Act made by Public Act 123 of 1999. This contingency fund transfer allowed the State to accept that revenue into the Land Reutilization Fund.

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**Change from FY 2000-01  
Initial Appropriation**

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Gross	4,000,000
Restricted	4,000,000
GF/GP	0

**C. TRANSFERS**

**State Budget Office Letter 9-14-01**

**Senior Citizen Cooperative Housing Tax Exemption.** The transfer added \$150,000 to this line item to allow for additional properties qualifying for the exemption. Transfer funding was available in local property tax services as a result of administrative efficiencies.

Gross	0
GF/GP	0

**YEAR-TO-DATE FY 2000-01 APPROPRIATION**

FTE	1,986.5
Gross	360,129,200
IDG	9,178,400
Federal	34,725,000
Local	1,145,900
Restricted	245,976,900
GF/GP	69,103,000

## DEPARTMENT OF TREASURY - REVENUE SHARING

### INITIAL FY 2000-01 APPROPRIATION

The initial appropriation was contained in Public Act 276 of 2000. See the FY 2000-01 Appropriations Report published in August 2000 for a detailed description.

FTE	N/A
Gross	1,600,600,000
IDG	0
Federal	0
Local	0
Private	0
Restricted	1,600,600,000
GF/GP	0

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### Change from FY 2000-01 Initial Appropriation

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<b>A. SUPPLEMENTAL APPROPRIATIONS</b>	NONE
<b>B. CONTINGENCY FUNDS</b>	NONE
<b>C. TRANSFERS</b>	NONE
<b>D. OTHER ADJUSTMENTS</b>	(45,138,817)

The revenue sharing appropriations were based on consensus sales tax estimates adopted at the May 2000 Consensus Revenue Estimating Conference. The appropriated levels represented the maximum amount that would be distributed for restricted revenue sharing. Actual sales tax collections were lower than the May 2000 forecast and thus the full appropriation could not be supported. Actual revenue sharing distributions totaled \$1,555,462,183, or \$45,138,817 less than appropriated.

### YEAR-TO-DATE FY 2000-01 APPROPRIATION

FTE	N/A
Gross	1,555,462,183
IDG	0
Federal	0
Local	0
Private	0
Restricted	1,555,462,183
GF/GP	0





## RECENT SENATE FISCAL AGENCY REPORTS

"MERIT AWARD PROGRAM" by Kathryn Summers-Coty	April, 2002	"STATUS OF LAWSUITS AGAINST THE STATE OF MICHIGAN" January, 2002	"VOTING SYSTEMS IN MICHIGAN" by Jessica Runnels	September, 2001
"STATE OF MICHIGAN 2001-02 FISCAL DIGEST" March, 2002		"BUDGET STATUS REPORT ISSUE 2001-3 Economic, Revenue, and Year-end Balance Estimates FY 2000-01, FY 2001-02, and FY 2002-03" December, 2001	"THE ECONOMIC GROWTH AND TAX RELIEF RECONCILIATION ACT OF 2001" by Jay Wortley, David Zin, & Matt Stanski	June, 2001
"STATE TRANSPORTATION INFRASTRUCTURE INVESTMENT - PROBLEMS ON THE HORIZON?" by Craig Thiel	February, 2002	"FISCAL YEAR 2001-02 HIGHER EDUCATION APPROPRIATIONS REPORT" October, 2001	"BUDGET STATUS REPORT ISSUE 2001-1 Economic, Revenue, and Year-end Balance Estimates FY 2000-01 and FY 2002-02" May 11, 2001	
"TEMPORARY ASSISTANCE FOR NEEDY FAMILIES (TANF) An Overview of the Michigan Program and the Expenditure of Federal and State Resources" by Constance A. Cole	January, 2002	"FY 2001-02 APPROPRIATIONS REPORT" October, 2001	"REVISED ECONOMIC FORECAST, REVENUE, AND YEAR-END BALANCE ESTIMATES - FY 2000-01 and FY 2001-02 " October, 2001	"ESTATE TAXES: GOING, GOING, GONE? A Review of Who Pays Death Taxes and the Impact of Eliminating the Federal Estate Tax" by David Zin March, 2001

## RECURRING SENATE FISCAL AGENCY REPORTS

Analysis of the Governor's Major Budget Recommendations	Produced Annually
Appropriations Report	Produced Annually
Estimated State Spending by County	Produced Annually
Fiscal Digest	Produced Annually
Status of Lawsuits Against the State	Produced Annually
Higher Education Appropriations Report	Produced Annually
Michigan's Economic Outlook and Budget Review	Produced Twice a Year
Monthly Revenue Report	Produced Monthly
Michigan Economic Indicators	Produced Monthly
State Notes: Topics of Legislative Interest	Produced 6 Times a Year
U.S. and Michigan Motor Vehicle Statistical Report	Produced Annually